



State of Nevada
DEPARTMENT OF TAXATION
ANNUAL REPORT
Fiscal 2012 - 2013



STATE OF NEVADA
DEPARTMENT OF TAXATION

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BRIAN SANDOVAL
Governor

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CHRISTOPHER G. NIELSEN
Executive Director

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January 15, 2014

The Honorable Brian Sandoval
Governor of Nevada
Executive Chambers
Carson City, Nevada 89710

Dear Governor Sandoval:

Pursuant to the provisions of NRS 360.100, the Department of Taxation submits herewith the Annual Report for the fiscal year ending June 30, 2013. During 2012-13, gross revenues and distributions changed in the following amounts.

Revenues	2011 - 2012	2012 - 2013	Increase/ (Decrease)	Percent Change
Sales and Use Taxes	\$ 845,677,857	\$ 892,221,814	\$ 46,543,957	5.50%
Local School Support Tax	1,107,716,114	1,172,194,938	64,478,824	5.82%
City/County Relief Tax	946,496,048	1,001,033,471	54,537,423	5.76%
Local Option Taxes	444,505,505	470,304,788	25,799,283	5.80%
Intoxicating Beverage Taxes	45,210,902	44,333,320	(877,582)	-1.94%
Cigarette Tax and Fees	94,837,966	94,887,045	49,079	0.05%
Other Tobacco Products	8,274,310	10,348,437	2,074,127	25.07%
Estate Tax	29,239	49,573	20,335	69.55%
Lodging Tax	143,767,397	146,370,186	2,602,789	1.81%
Net Proceeds of Minerals Tax	253,311,919	236,267,004	(17,044,915)	-6.73%
Centrally Assessed Property Tax	84,648,651	84,845,759	197,108	0.23%
Business Tax	597	2,941	2,344	392.99%
Insurance Premium Tax	230,099,206	240,559,705	10,460,499	4.55%
Tire Tax	1,693,257	1,719,514	26,256	1.55%
Government Services Fee	52,509,571	54,694,426	2,184,856	4.16%
Bank Excise Tax	3,047,528	2,996,521	(51,008)	-1.67%
Business License Fee	258,045	337,941	79,896	30.96%
Live Entertainment Tax	11,644,191	11,706,670	62,479	0.54%
Modified Business Tax	369,785,934	386,730,976	16,945,041	4.58%
Real Property Transfer Tax*	69,047,272	78,490,920	9,443,648	13.68%
Total	\$ 4,712,561,511	\$ 4,930,095,950	\$ 217,534,439	4.62%

Notes: * 2011-12 Real Property Transfer Tax number has been updated to include the amount collected for local governments.

Distributions	2011 - 2012	2012 - 2013	Increase/ (Decrease)	Percent Change
State General Fund	\$ 1,835,497,264	\$ 1,910,745,971	\$ 75,248,707	4.10%
State Distributive School Fund	89,463,708	101,425,042	11,961,334	13.37%
Local Governments**	2,626,825,221	2,755,225,461	128,400,240	4.89%
Other Distributions	147,157,296	149,727,810	2,570,514	1.75%
Estate Tax Reserve, Endowment and Trust Funds	29,239	49,573	20,335	69.55%
State Debt Service Fund	13,588,784	12,922,093	(666,691)	-4.91%
Total	<u>\$ 4,712,561,511</u>	<u>\$ 4,930,095,950</u>	<u>\$ 217,534,439</u>	<u>4.62%</u>

Notes: ** 2011-12 Local Governments distribution number has been updated to include the amount of Real Property Transfer Tax distributed to local governments.

Sincerely,

Christopher Nielsen
Executive Director

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Department of Taxation
Tax Commission
Robert R. Barengo - Chairman
Christopher G. Nielsen – Executive Director



Mission

Provide fair, efficient and effective administration of tax programs for the State of Nevada in accordance with applicable statutes, regulations and policies. Serve the taxpayers, State and local government entities, and enable and recognize Department employees.

Philosophy

Dedicated to the highest standards of professionalism and ethical conduct; committed to consistent, impartial and courteous service and treatment. Providing resources, training and support to the men and women of the Department, and fostering initiative, creativity and effective performance.

Goals

1. Ensure the stable administration of tax statutes.
2. Improve compliance through education, information and enforcement.
3. Cooperate with other agencies and entities to better serve taxpayers.
4. Provide improved and more efficient service.
5. Assure the fair and equitable treatment of taxpayers.
6. Enhance workforce proficiency through training and communication.
7. Improve tax administration through new technology.

**Please visit our Web Site at <http://tax.nv.gov/>
or one of our offices at the following locations**

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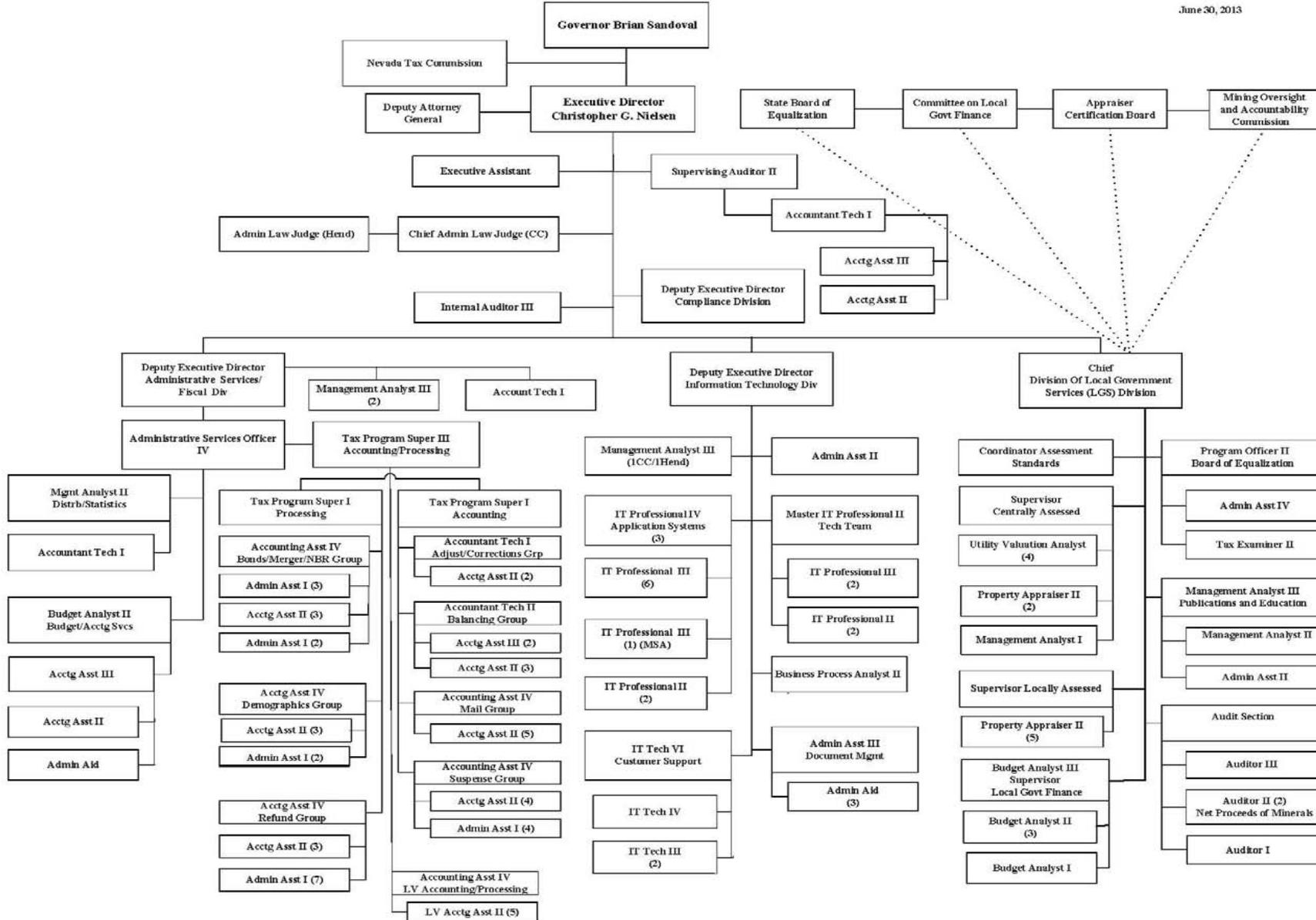
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Department of Taxation

Administrative Services / Information Technology / Local Government Services Divisions

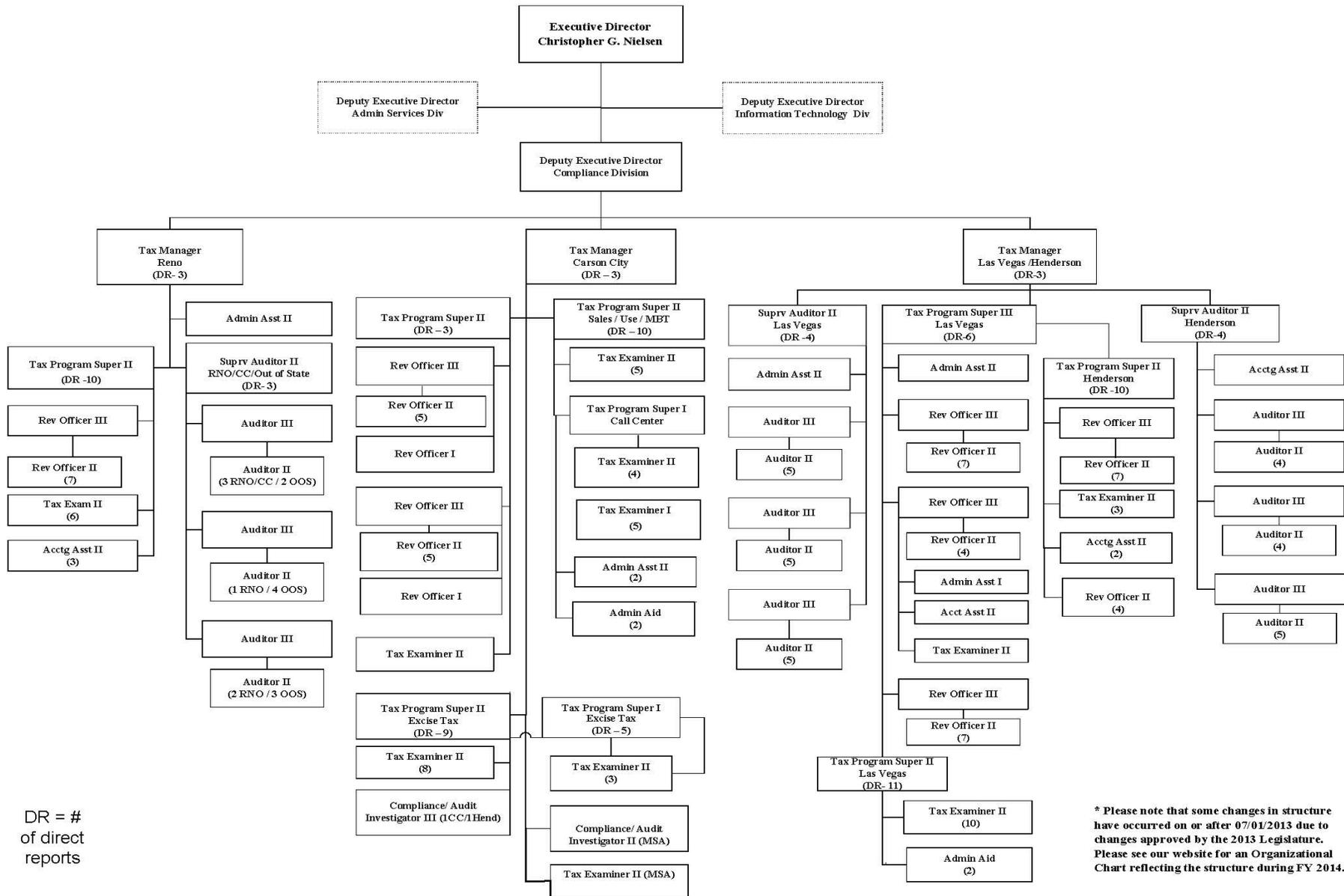
June 30, 2013



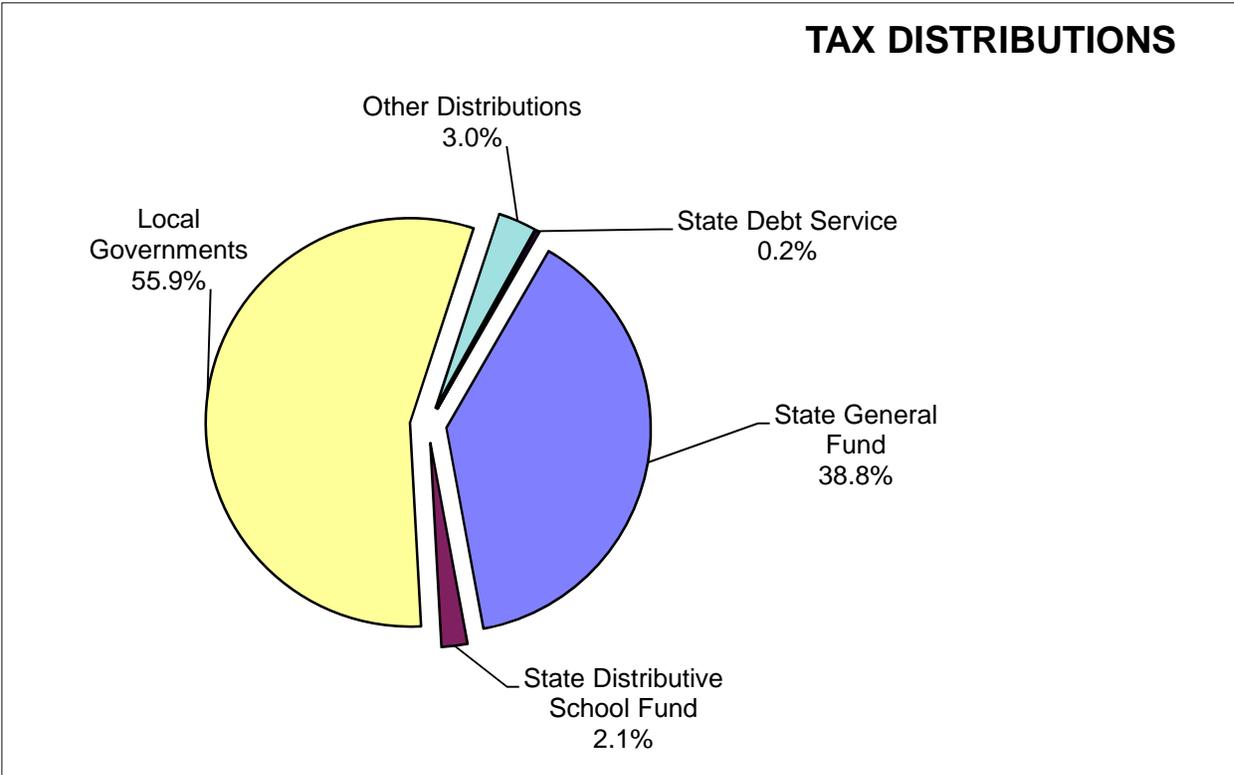
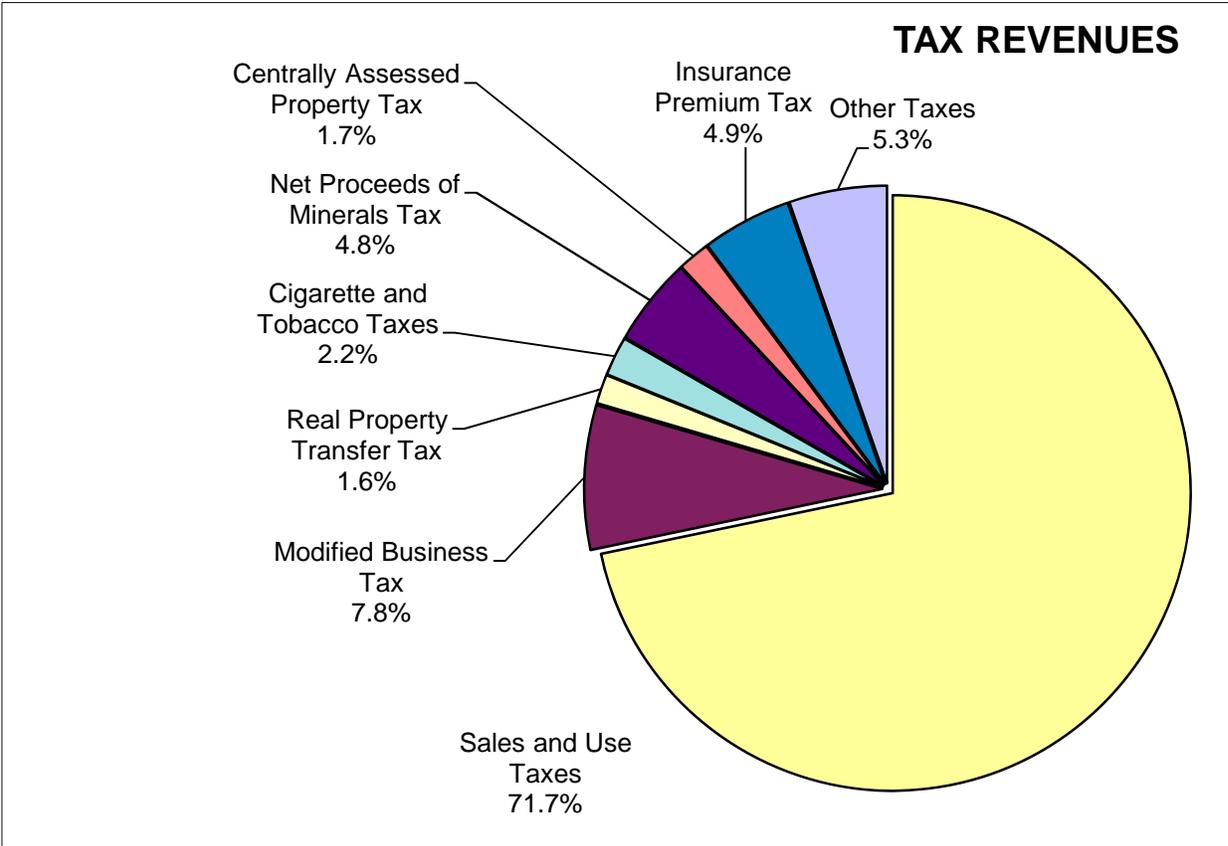
DEPARTMENT OF TAXATION

Compliance Division

*June 30, 2013



TOTAL DEPARTMENT TAX REVENUES AND DISTRIBUTIONS



DEPARTMENT OF TAXATION

Established April 1913 as the Nevada Tax Commission.

Statutory authority: Chapter 748 of the 1975 Statutes established the Department of Taxation and provided for its organization, powers, duties and functions. The Department is responsible for administering the following laws:

<u>NAME OF LAW</u>	<u>NRS CHAPTER</u>
Tourism Improvement District Law	271A
Local Government Budget and Finance Act	354
General Provisions (includes Consolidated Tax)	360
Business License Fee	360.760-360.796
Simplified Sales and Use Tax Administration Act	360B
Property Tax, Taxes on Agricultural Property and Open Space	361, 361A
Taxes on Patented Mines and Proceeds of Minerals	362
Excise Tax on Banks	363A.120
Taxes on Financial Institutions, Business Tax	363A, 363B
Tax on Rental of Transient Lodging	364.125
Business Tax (repealed)	364A
Live Entertainment Tax	368A
Intoxicating Liquor Licenses and Taxes	369
Tobacco Licenses and Taxes	370
State Sales and Use Taxes	372
Local School Support Taxes	374
Real Property Transfer Tax	375
Tax on Estates	375A
Generation Skipping Transfer Tax	375B
Taxes for Development of Open-Space Land	376A
City-County Relief Tax	377
Taxes for Miscellaneous Special Purposes	377A
Tax for Infrastructure	377B
Residential School Construction Tax	387.329 -387.332
Programs for Recycling (Tire Tax)	444A.090
Short Term Auto Lease Fee	482.313
Control of Floods - Taxation	543.600
Insurance Premium Tax	680B

BOARDS AND COMMISSIONS

Nevada Tax Commission members are appointed by the Governor. The Commission is the head of the Department and exercises general supervision and control over its activities. The Chief Administrative Officer of the Department is the Executive Director, who is also appointed by the Governor. Actions by the Department may be appealed to the Commission as provided by law. The Commission may review all decisions of the Department and may reverse, affirm or modify them.

Governor Brian Sandoval, Ex Officio Member

Robert Barengo, Chairman
Ann Bersi, Ph.D. Member
Jim DeVolld, Ph.D., Member

George Kelesis, Member
Joan Lambert, Member
John Marvel, Member

Thomas Sheets, Member
Craig Witt, Member

Boards and Commissions (continued)

The State Board of Equalization members are appointed by the Governor. The Board hears and acts on appeals from the actions of the various county boards of equalization or from valuations set by the Nevada Tax Commission. The Board of Equalization convenes on the 4th Monday in March and shall conclude the business of equalization in cases having a substantial effect on tax revenues on or before April 10. Additional cases not having substantial effect on tax revenues may be heard at meetings prior to November 1.

Anthony (Tony) Wren, Chairman	Benjamin Q. Johnson, Member	Dennis Meservy, Member
Keith Harper, Member	Aileen Martin, Member	

The Committee on Local Government Finance is composed of 11 members appointed as follows: three persons appointed by the Nevada League of Cities; three persons appointed by the Nevada Association of Counties; three persons appointed by the Nevada School Trustees Association; and two persons appointed by the Nevada State Board of Accountancy. The purpose of this Committee is to advise the Department regarding regulations, procedures and forms for compliance with NRS 354.570 through 354.626 (Local Government Budget Act).

Marvin Leavitt, Chairman	Beth Kohn-Cole, Member	John Sherman, Member
Michael R. Alastuey, Vice-Chairman	Marty Johnson, Member	Mary Walker, Member
Alan Kalt, Member	Andrew Clinger, Member	Julia Teska, Member
Jeff Zander, Member	Mark Vincent, Member	

The Property Appraiser Certification Board is composed of six members, three of whom are qualified appraisers chosen by the majority vote of the Association of County Assessors and three are appointed by the Nevada Tax Commission. The Board advises the Department on matters pertaining to certification and continuing education of appraisers.

Shannon Silva, Chair	Jeff Payson, Member	Bruce Bartolowits, Member
Dorothy Fowler, Vice-Chair	Norma Green, Member	Janet Kelley, Member

The Mining Oversight and Accountability Commission was created by Senate Bill 493 of the 2011 Session of the Nevada Legislature. The Commission is comprised of seven members who are appointed by the Governor. The Commission has oversight of compliance with Nevada law relating to the activities of each state agency, board, bureau, commission, department or division with respect to the taxation, operation, safety and environmental regulation of mines and mining in Nevada. The Department of Taxation serves as staff to the Commission.

John Restrepo, Chairman	Kyle Davis, Vice Chairman	Roger Bremner, Member
Senator Greg Brower, Member	Dennis Neilander, Member	
Robert E. Campbell, Member	U.S. Representative Steven Horsford, Member	

DEPARTMENT OF TAXATION ADMINISTRATION

Christopher Nielsen
Executive Director

Vincent Cherpeski
Deputy Executive Director
Information Technology

Sumiko Maser
Deputy Executive Director
Administrative Services

Deonne Contine
Deputy Executive Director
Compliance

DEPARTMENT ORGANIZATION AND FUNCTION

The Department maintains four office locations. The headquarters is located in Carson City, with district offices in Henderson, Las Vegas and Reno. For fiscal year 2012-13, the Department's staff consisted of 329 full-time equivalent (FTE) positions statewide with a budget of \$26,620,007.

The Department of Taxation has five major divisions/sections: the Executive Division; the Administrative Services/Fiscal Division; Information Technology Division; Local Government Services Division; and the Compliance Division which consists of both the Revenue/Collection and Audit Sections. The Department acts as staff to the Nevada Tax Commission, State Board of Equalization, Mining Oversight and Accountability Commission and the Committee on Local Government Finance. In addition, the Department is also responsible for annually developing the official estimates of population of the State and the various counties, cities, towns and townships. These estimates, after certification by the Governor, are used to distribute certain revenues to counties, cities and towns and to determine the appropriate number of justices of the peace.

Executive is comprised of the Director, who also acts as the secretary to the Nevada Tax Commission and the State Board of Equalization; Deputy Directors; Administrative Law Judges; Executive Review and Internal Audit.

Administrative Services/Fiscal is responsible for providing centralized support for all administrative, financial and fiscal activities of the Department. Sections include: Budget, Tax Distributions and Statistics, Revenue Accounting/ Processing/ Cancellations, and Support Services/Mailroom. Over \$4 billion in revenue passes through this Division annually for distribution to the State General Fund, other State agencies, cities, counties and school districts

Information Technology is responsible for the operation, maintenance and on-going enhancements to the Unified Taxation System (UTS) which includes the taxpayer facing web portal, Nevada Tax and the Discover Tax data warehouse utilized by Compliance Division staff. In addition to the UTS, support is also provided for the official website for Taxation, the Department's Intranet, statewide LAN/WAN and desktop applications.

Local Government Services is responsible for appraising all centrally assessed property, establishing guidelines for the county assessors, conducting the ratio study, ensuring statewide compliance with assessment standards established by the Tax Commission and administering the Net Proceeds of Minerals tax and the Real Property Transfer tax. The Local Government Finance Section reviews local government budgets and audits, prepares the ad valorem tax rates for certification, advises local governments on budget act compliance and financial management matters, and reviews entities' annual audits and plans to prevent the re-occurrence of violations as reported.

Compliance – Revenue/Collection section provides oversight and collection of Sales and Use Taxes, Modified Business Tax, Insurance Premium Tax, Cigarette Tax, Other Tobacco Tax, Liquor Tax, Live Entertainment Tax, Bank Excise Tax, and Short-term Auto Lease Fees. The Revenue Officer's major function is to collect delinquent taxes on accounts that are in arrears. They also perform discovery work in the field for unregistered business and vehicles, vessels, and aircraft being used in Nevada for which no sales tax has been paid. Staff performs discovery work for liquor and cigarette contraband.

Department Organization and Function (continued)

Revenue officers also investigate possible tax evasion scenarios and they follow up on tips from the public. When working on a delinquent account the Revenue Officer may do skip tracing to locate individuals and, as the need arises, they may issue tax deficiency notices, set up payment plans, file liens and withholds and may close a business as a measure of last resort. This includes seizure of assets and subsequent sales of these assets to meet tax obligations. This section also contains the Taxpayer Service staff which answer questions by phone, correspondence and in person about registration, the taxability of transactions, and reporting requirements. The staff conducts workshops and provides general taxpayer education through publications and informational pamphlets.

Compliance - Audit section administers a comprehensive audit program to ensure taxpayer compliance. This section is responsible for ensuring financial compliance with laws relating to all of the above named taxes. In addition, audits are performed on various tax incentive programs to assure that the business qualifies for the incentive. Auditors also verify the accuracy of taxpayer credit or refund requests. The Audit section also uses discovery programs based on comparisons of information from other taxing authorities. Audit staff also conduct taxpayer workshops on technical issues and record keeping as well as on preparing for an audit.

The audit staff conducted 1,461 audits during Fiscal Year 2012-13; 767 sales and use tax audits, 662 modified business tax audits and 32 excise tax audits. The total net collections from audit billings during this period was \$14,983,531.42. Audits billed may be collected in succeeding fiscal years, or set up on payment plans.

The following is a comparison of Revenue and Audit statistics and sales and use tax activity for the last six fiscal years:

<u>FISCAL YEAR</u>	<u>NUMBER OF AUDITS</u>	<u>NET COLLECTIONS FROM AUDIT BILLINGS</u>	
2007-08	1,346	13,422,434	
2008-09	1,397	16,180,051	
2009-10	1,254	14,977,785	
2010-11	1,066	16,168,554	
2011-12	950	12,742,042	
2012-13	1,461	14,983,531	

<u>FISCAL YEAR</u>	<u>GROSS SALES AND USE TAXES</u>	<u>COLLECTIONS AS % OF GROSS TAX</u>	<u>AUDIT COVERAGE</u>
2007-08	3,585,817,879	0.37%	1.45%
2008-09	3,122,729,836	0.52%	1.51%
2009-10	2,968,104,048	0.50%	1.35%
2010-11	3,142,104,568	0.51%	1.24%
2011-12	3,344,395,525	0.38%	1.17%
2012-13	3,535,753,246	0.42%	1.74%

Department Financial Statement

REVENUES AND EXPENDITURES JULY 1, 2012 - JUNE 30, 2013

REVENUES	WORK PROGRAM FUNDS	REVENUES / EXPENDITURES	WORK PROGRAM LESS ACTUAL
General Fund Appropriations	\$ 25,638,016	\$ 25,638,016	\$ -
Audit Fees	41,347	39,407	1,940
Cigarette Tax Administration	469,394	469,394	-
Short Term Auto Lease Fee	2,365	10,802	(8,437)
Administrative Fee Bad Check Charge	40,078	38,337	1,741
Justice Court/Township Fees	123,720	112,793	10,927
Miscellaneous Revenue	29,206	25,453	3,753
Student Fees Reimbursement	7,436	3,375	4,061
Interim Finance Committee Contingency Allocation	260,164	260,164	-
Environmental Protection Transfer	8,281	8,604	(323)
Total Available Funds	\$ 26,620,007	\$ 26,606,345	\$ 13,662

EXPENDITURES

Salaries	\$ 20,833,993	\$ 19,951,730	\$ 882,263
Out-of-state Travel	15,786	13,328	2,458
In-state Travel	180,620	122,247	58,373
Operating	2,454,539	2,290,091	164,448
Equipment	-	-	-
Compliance Audit Investigation	6,113	5,568	545
Out-of-state Audit	50,121	48,402	1,719
MSA Travel	15,216	14,997	219
E Payment Fees	18,044	17,277	767
Lockbox Program	1,291,512	1,018,264	273,248
Mining Oversight and Accountability Commission	17,050	5,767	11,283
Demographer	186,186	184,519	1,667
Cigarette Stamps	208,876	140,405	68,471
Information Services	1,198,734	1,172,211	26,523
Training	29,799	29,024	775
County Assessor/Appraiser Training	7,436	3,375	4,061
HR Cost Allocation	102,743	102,743	-
Purchasing Assessment	3,239	3,239	-
Total Expenditures	\$ 26,620,007	\$ 25,123,187	\$ 1,496,820
Reversions, June 30, 2013		1,483,158	(1,483,158)
Available Funds Accounted for	\$ 26,620,007	\$ 26,606,345	\$ 13,662

REVERSIONS AND BALANCE FORWARD

General Fund - FY End Reversion	\$ 1,222,994
Balance Forward to IFC Contingency Allocation	260,164
Total Reversion	\$ 1,483,158

COMPONENTS OF SALES AND USE TAX RATES

<u>NRS</u> <u>CHAPTER</u>	<u>TAX</u> <u>RATE</u>	<u>DESCRIPTION</u>	<u>DISTRIBUTION</u>	<u>COUNTY</u> <u>IMPOSED</u>
Minimum Statewide Tax Rate:				
372	2.00%	Sales Tax	To the state General Fund	ALL
374	2.60%	Local School Support Tax	<u>In-State Business Returns:</u> Tax is distributed to the school district in which the business is located. <u>Out-of-State Business Returns:</u> Tax is distributed to the State Distributive Schools Fund.	ALL
377	0.50%	Basic City-County Relief Tax	<u>In-State Business Returns:</u> Tax is distributed to the county where the sale was made. <u>Out-of-State Business Returns:</u> Tax is distributed to counties and cities based on a population formula.	ALL
	<u>1.75%</u>	Supplemental City-County Relief Tax	Tax is distributed to all qualifying local governments according to statutory formula.	ALL
	6.85%	MINIMUM STATEWIDE TAX RATE		
Option Taxes:				
374A	0.125%	Extraordinary maintenance, repair or improvement of schools.	Tax is distributed to the county where the sale was made.	White Pine
377A	0.25%	Promotion of Tourism - limited to counties with population of 400,000 or less. Operation & maintenance of a county swimming pool - limited to counties with population of less than 15,000. (voter approval)	Tax is distributed to the county where the sale was made.	Storey
377A	0.50% max	Public Mass Transportation; Construction of Roads; Improvements to Air Quality (voter approval)	Tax is distributed to the county where the sale was made.	Carson City, Churchill, Nye, and White Pine 0.25%; Washoe 0.375%, Clark 0.5%
543	0.25%	Control of Floods - limited to counties with population of 400,000 or more. (voter approval)	Tax is distributed to the county where the sale was made.	Clark
376A	0.25%	Open Space - limited to counties with population between 100,000 & 400,000. (voter approval)	Tax is distributed to the county where the sale was made.	
354	0.25%	Severe Financial Emergency - determined by Department of Taxation. (Nevada Tax Commission approval)	Tax is distributed to the county where the sale was made.	White Pine 7/1/06 - 6/30/08
377B	0.25%	Infrastructure - limited to counties with population less than 100,000 or greater than 400,000. (county commission approval)	Tax is distributed to the county where the sale was made.	Churchill, Clark, Lander Lincoln, Lyon, Pershing, Storey White Pine

Components of Sales and Use Tax Rates

Option Taxes (continued)

<u>NRS</u> <u>CHAPTER</u>	<u>TAX</u> <u>RATE</u>	<u>DESCRIPTION</u>	<u>DISTRIBUTION</u>	<u>COUNTY</u> <u>IMPOSED</u>
377B	0.125%	Infrastructure - limited to counties with population between 100,000 & 400,000. (county commission approval)	Tax is distributed to the county where the sale was made.	Carson Washoe

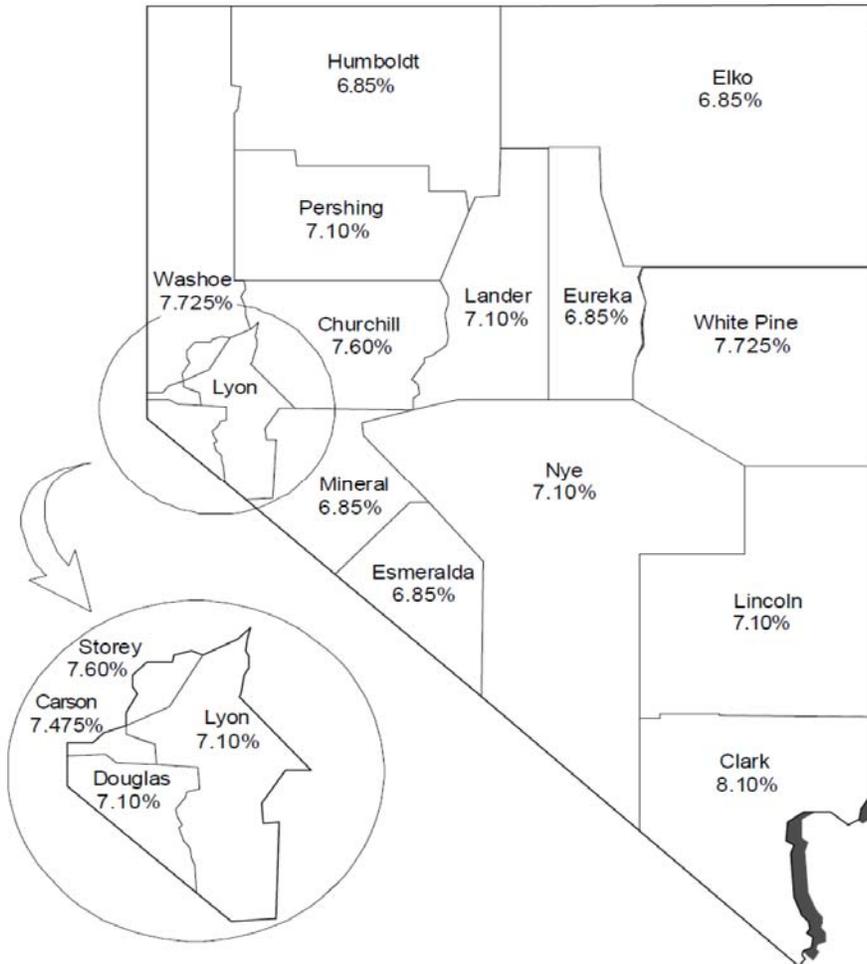
Special and Local Acts:

377.057 Reviser's Notes	0.25%	Local Government Tax Act - Washoe & Churchill counties. (county commission approval)	Tax is distributed to the county where the sale was made. Intracounty distributions to local governments are made according to a statutory formula.	Churchill, Washoe
477	0.25%	Tricounty Railway Commission - Carson City, Lyon & Storey counties. (voter approval) Effective 7/01 - name changed to NV Commission for Restoration of the V & T Railway - Douglas & Washoe counties representatives added to board	Tax is distributed to the county where the sale was made.	Storey
506	0.125%	Washoe Railroad Grade Project. (county commission approval)	Tax is distributed to the county where the sale was made.	Washoe
14	1.00%	Elko County Hospital Tax. (voter approval)	Tax is distributed to the county where the sale was made.	Elko vote failed 5/6/1997
16 CC ORD 21.07.020	0.25%	Carson City Open Space Tax - Amendment to Carson City Charter. (voter approval)	Tax is distributed to the county where the sale was made.	Carson City
AB174 DO ORD 99-877	0.25%	Douglas County Sales and Use Tax Act. (voter approval)	Tax is distributed to the county where the sale was made.	Douglas
SB208	0.25%	This bill amended the language in NRS 377A to provide for the voter approved override to fund the operations & maintenance of a swimming pool.	Tax is distributed to the county where the sale was made.	White Pine
SB273	0.25%	This bill amended the language of NRS 377A to provide for the voter approved override to fund improvements to air quality.	Tax is distributed to the county where the sale was made.	
AB418	0.25%	Clark County Sales & Use Tax Act of 2005	Tax is distributed to the county where the sale was made.	Clark
SB74	0.25%	This bill amended the language of NRS 377B to provide funds for judicial and/or public safety infrastructure projects.	Tax is distributed to the county where the sale was made.	Lyon, Pershing, White Pine

LOCAL SALES AND USE TAX RATES AS OF 6/30/13

COUNTY RATE	COUNTY	RATE	PROVISION	USE OF PROCEEDS	DATE IMPOSED
	Carson City	0.250	377A	Public Roads	1/1/1987
	Carson City	0.250	By Ordinance	Open Space	7/1/1997
7.475	Carson City	0.125	377B	V&T Railroad Bonds	4/1/2006
	Churchill	0.250	377A	Public Roads	11/1/1986
	Churchill	0.250	377.057	Local Government Tax Act	10/1/1991
7.600	Churchill	0.250	377B	Infrastructure	10/1/2005
	Clark	0.250	543	Flood Control	3/1/1987
	Clark	0.250	377A	Regional Transportation	7/1/1991
	Clark	0.250	377B	Southern NV Water Authority	4/1/1999
	Clark	0.250	377A	Regional Transportation ¼% increase	10/1/2003
8.100	Clark	0.250	AB418	Police Support	10/1/2005
7.100	Douglas	0.250	AB174	Miscellaneous Facilities & Services	7/1/1999
7.100	Lander	0.250	377B	Water Treatment	4/1/2004
7.100	Lincoln	0.250	377B	School / Public Utilities	1/1/2001
7.100	Lyon	0.250	377B	Infrastructure/Public Safety	10/1/2008
7.100	Nye	0.250	377A	Public Roads	5/1/1986
7.100	Pershing	0.250	377B	Infrastructure/Public Safety	10/1/2008
	Storey	0.250	377A	Tourism	8/1/1985
	Storey	0.250	477	V & T Railroad Commission	1/1/1996
7.600	Storey	0.250	377B	School / Public Utilities	1/1/2001
	Washoe	0.125	377A	Regional Transportation	11/1/1982
	Washoe	0.250	377.057	Local Government Tax Act	10/1/1991
	Washoe	0.125	377B	Flood/Public Safety	4/1/1999
	Washoe	0.125	506	Railroad Grade Project	4/1/1999
7.725	Washoe	0.250	377A	Regional Transportation ¼% increase	7/1/2003
	White Pine	0.250	377A	Public Roads	11/1/1986
	White Pine	0.125	374A	School Capital Improvement	4/1/2000
	White Pine	0.250	377A	Swimming Pool Maintenance	7/1/2012
7.725	White Pine	0.250	377B	Infrastructure/Public Safety	10/1/2007

6.85 % Statewide rate applies to all other counties not listed.

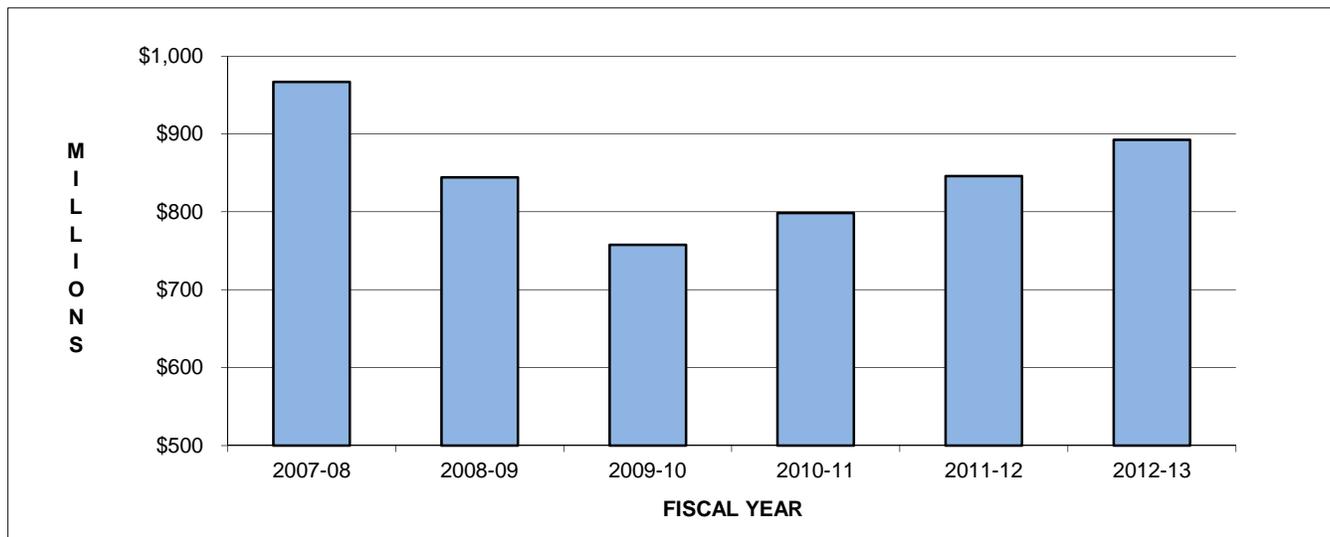


CERTIFIED POPULATION

Census population pursuant to NRS 360.285. The following population figures were used, as directed by specific statute, for allocation of tax revenue in fiscal year 2012-13.

CARSON CITY	56,066	HUMBOLDT COUNTY	17,135
		Winnemucca	7,839
CHURCHILL COUNTY	25,136	LANDER COUNTY	5,988
Fallon	8,609	Austin	171
		Battle Mountain	3,326
CLARK COUNTY	1,967,722	Kingston	125
Boulder City	15,335	LINCOLN COUNTY	5,284
Henderson	264,839	Caliente	1,047
Las Vegas	588,274	Alamo	627
Mesquite	17,038	Panaca	781
North Las Vegas	223,873	Pioche	933
Bunkerville	1,199		
Enterprise	160,632	LYON COUNTY	52,443
Indian Springs	1,169	Fernley	18,896
Laughlin	7,166	Yerington	3,165
Moapa	1,390		
Moapa Valley	7,647	MINERAL COUNTY	4,601
Mt. Charleston	655		
Paradise	181,635	NYE COUNTY	44,513
Searchlight	571	Amargosa	1,331
Spring Valley	172,483	Beatty	979
Summerlin	25,141	Gabbs	282
Sunrise Manor	191,007	Manhattan	121
Whitney	39,122	Pahrump	38,995
Winchester	33,329	Round Mountain	771
		Tonopah	2,346
DOUGLAS COUNTY	47,661	PERSHING COUNTY	6,847
Gardnerville	5,469	Lovelock	2,171
Genoa	216		
Minden	2,984	STOREY COUNTY	4,123
ELKO COUNTY	49,861	WASHOE COUNTY	421,593
Carlin	2,376	Reno	222,801
Elko	19,209	Sparks	92,302
Wells	1,174		
West Wendover	4,470	WHITE PINE COUNTY	10,002
Jackpot	963	Ely	4,089
Montello	79	Lund	207
Mountain City	102	McGill	1,168
		Ruth	420
ESMERALDA COUNTY	825		
Goldfield	288		
Silver Peak	117		
EUREKA COUNTY	1,994		
Crescent Valley	396		
Eureka	611		
		TOTAL STATEWIDE POPULATION	2,721,794

SALES AND USE TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 966,572,915	\$ 97,721	\$ 966,670,636	-3.35%
2008-09	844,003,992	79,858	844,083,850	-12.68%
2009-10	757,528,878	65,768	757,594,646	-10.25%
2010-11	798,359,457	76,710	798,436,167	5.39%
2011-12	845,610,765	67,093	845,677,857	5.92%
2012-13	892,146,937	73,112	892,220,049	5.50%

LEGAL CITATION

Chapter 372 Nevada Revised Statutes.

RATE

2 percent on all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

1955 session of State Legislature. Approved by referendum in 1956.

RATE

2 percent since inception. Referendum to raise to 3 percent defeated in 1963 by 2 to 1 margin.

REMOVAL OF SALES TAX FROM FOOD

On June 5, 1979, the voters, by special election, amended the Sales and Use Tax Act to provide for exemption of certain foods from taxation (effective July 1, 1979).

DISTRIBUTION

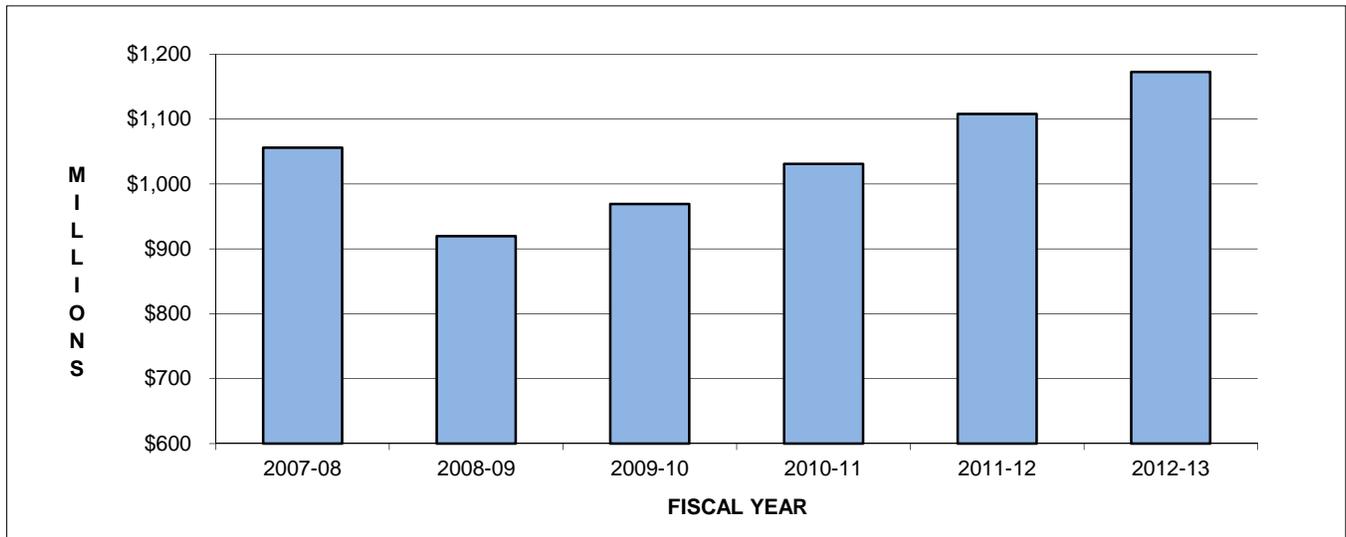
State General Fund since inception.

Sales and Use Tax Revenue (continued)

STATE 2% SALES AND USE TAX COLLECTION BY COUNTY
FISCAL YEAR 2012-13

COUNTY	TAXES AND FEES	% OF TOTAL
Carson City	\$ 6,370,046	0.71%
Churchill	648,314,310	72.66%
Clark	11,914,810	1.34%
Douglas	31,782,024	3.56%
Elko	396,093	0.04%
Esmeralda	7,451,179	0.84%
Eureka	18,396,080	2.06%
Humboldt	8,870,729	0.99%
Lander	552,732	0.06%
Lincoln	5,856,417	0.66%
Lyon	1,121,603	0.13%
Mineral	10,260,602	1.15%
Nye	15,626,579	1.75%
Pershing	1,926,134	0.22%
Storey	1,565,001	0.18%
Washoe	112,901,586	12.65%
White Pine	5,346,200	0.60%
Out of State	5,076	0.00%
STAR Bonds Transfers	3,562,850	0.40%
TOTAL	\$ 892,220,049	100.00%

LOCAL SCHOOL SUPPORT TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 1,055,801,660	\$ 98,261	\$ 1,055,899,921	-4.56%
2008-09	919,541,400	79,860	919,621,260	-12.91%
2009-10	968,909,475	65,766	968,975,242	5.37%
2010-11	1,030,710,402	76,712	1,030,787,113	6.38%
2011-12	1,107,649,021	67,093	1,107,716,114	7.46%
2012-13	1,172,121,826	73,112	1,172,194,938	5.82%

LEGAL CITATION

Chapter 374 Nevada Revised Statutes.

RATE

2.60 percent on all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

99.25 percent of in-state collections returned to county of origin (location of the business) for distribution to school districts; .75 percent to State General Fund. 99.25 percent of out-of-state collections and other fees to State Distributive School Fund; .75 percent to State General Fund.

HISTORY

ORIGINALLY ENACTED

1967 session of State Legislature. Held constitutional by Nevada Supreme Court, June 1967; effective July 1, 1967. Amended 1981 session of State Legislature, effective May 1, 1981. Amended 1991 session of State Legislature, effective October 1, 1991.

RATE

July 1, 1967 to April 30, 1981 - 1 percent on all taxable sales and taxable items of use.

May 1, 1981 - 1.50 percent on all taxable sales and taxable items of use.

October 1, 1991 - 2.25 percent on all taxable sales and taxable items of use.

July 1, 2009 - 2.60 percent on all taxable sales and taxable items of use.

Local School Support Tax Revenue (continued)

DISTRIBUTION

July 1, 1967 to April 30, 1981 - 99 percent of in-state collections returned to county of origin (location of the business) for distribution to school districts. 1 percent to State General Fund. All out-of-state collections and other fees to State Distributive School Fund.

May 1, 1981 - State General Fund Commission reduced to .50 percent.

October 1, 1991 - State General Fund Commission increased to include collections on out-of-state sales.

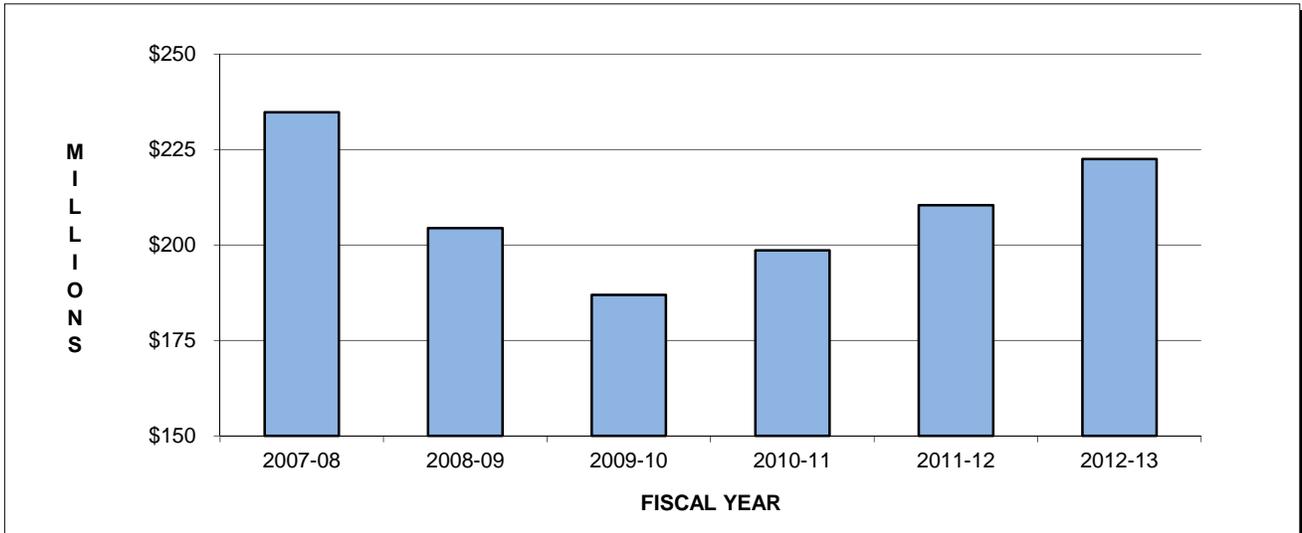
July 1, 1993 - State General Fund Commission increased from .50 percent to 1 percent on in-state and out-of-state collections.

July 1, 1999 - State General Fund Commission decreased from 1 percent to .75 percent on in-state and out-of-state collections.

LOCAL SCHOOL SUPPORT TAX DISTRIBUTION
FISCAL YEAR 2012-13

COUNTY	TAX	% OF TOTAL
Carson City	\$ 5,492,741	0.47%
Churchill	792,016,088	67.57%
Clark	13,450,302	1.15%
Douglas	47,203,168	4.03%
Elko	162,801	0.01%
Esmeralda	2,093,157	0.18%
Eureka	11,940,685	1.02%
Humboldt	1,982,556	0.17%
Lander	359,000	0.03%
Lincoln	7,759,641	0.66%
Lyon	476,173	0.04%
Mineral	8,616,843	0.74%
Nye	17,274,617	1.47%
Pershing	586,199	0.05%
Storey	1,610,924	0.14%
Washoe	143,443,676	12.24%
White Pine	3,481,748	0.30%
Total County School District Distribution	\$ 1,057,950,316	90.25%
STAR Bonds Transfers	4,028,118	0.34%
State General Fund	8,791,462	0.75%
State Distributive School Fund	101,425,042	8.65%
TOTAL	\$ 1,172,194,938	100.00%

BASIC CITY/COUNTY RELIEF TAX REVENUE



FISCAL YEAR	TAX	PERMIT FEES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 234,637,420	\$ 98,261	\$ 234,735,681	-4.53%
2008-09	204,317,649	79,860	204,397,509	-12.92%
2009-10	186,830,759	65,771	186,896,530	-8.56%
2010-11	198,464,101	76,710	198,540,811	6.23%
2011-12	210,305,882	67,089	210,372,971	5.96%
2012-13	222,386,664	73,125	222,459,788	5.75%

LEGAL CITATION

Chapter 377 Nevada Revised Statutes.

RATE

1/2 of 1 percent of all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

98.25 percent of in-state collections allocated to the county where the sale is made for distribution to eligible local governments through the Consolidated Tax Program; 1.75 percent to State General Fund; 98.25 percent out-of-state collections prorated amongst counties, on the basis of population ratio, for distribution to local governments through the Consolidated Tax Program; 1.75 percent to State General Fund.

HISTORY

ORIGINALLY ENACTED

1969 session of State Legislature as the City/County Relief Tax, effective July 1, 1969. Levy effected by county ordinance.

Collected in Clark and Washoe Counties as of July 1, 1969; Lyon County, January 1, 1971; Douglas, Elko, Humboldt, Lincoln, Mineral Counties, May 1, 1971; Nye County, June 1, 1972; Pershing County, July 1, 1972; Churchill County, July 1, 1973; Carson City, April 1, 1976; Storey County, July 1, 1976; Lander County, July 1, 1979; White Pine County, July 1, 1980; Esmeralda and Eureka Counties, May 1, 1981.

1969 levied for city/county support. 99 percent of in-state collections returned to county where the sale is made; 1 percent to State General Fund; 100 percent out-of-state collections prorated amongst counties levying the tax; combined collections distributed as follows: if no cities within county, 100 percent to county; if one city within county, to county and city, on basis of population ratio; if two or more cities within county, to cities only on basis of population ratio.

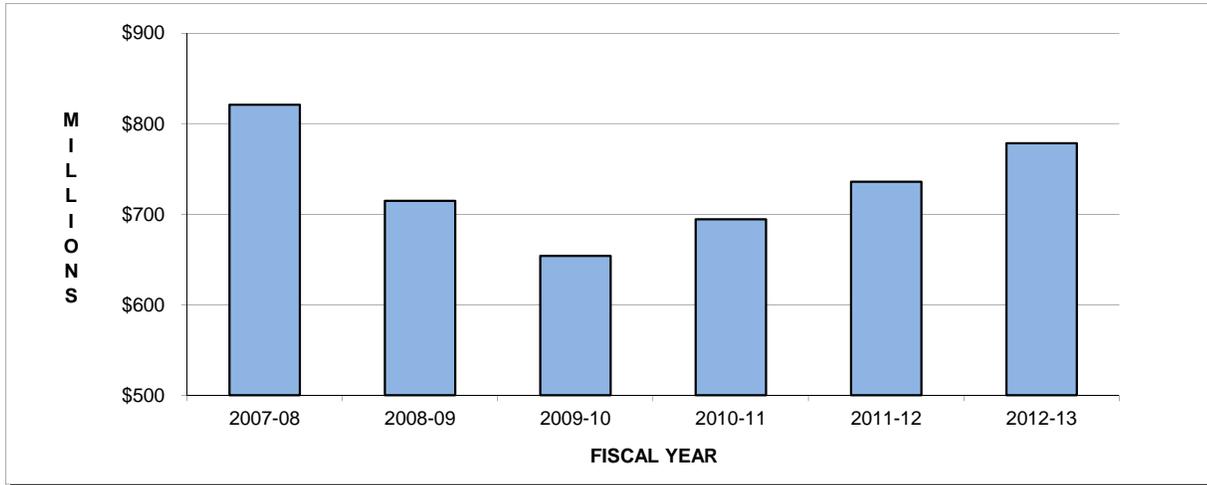
Basic City/County Relief Tax Revenue (continued)

AMENDMENTS	1981	1981 session of State Legislature; name changed to Basic City/County Relief Tax effective May 1, 1981 and levy required by State Statute. May 1, 1981 General Fund Commission reduced to .50 percent.
	1991	Effective October 1, 1991, .50 percent General Fund Commission was imposed on out-of-state collections.
	1993	Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
	1999	Effective July 1, 1999 General Fund Commission decreased to .75 percent on in-state and out-of-state collections.
	2009	Effective July 1, 2009 General Fund Commission increased to 1.75 percent on in-state and out-of-state collections.

BASIC CITY/COUNTY RELIEF TAX TRANSFER
TO CONSOLIDATED TAX
FISCAL YEAR 2012-13

COUNTY	TAX	% OF TOTAL
Carson City	\$ 3,986,047	1.79%
Churchill	1,280,043	0.58%
Clark	160,756,561	72.26%
Douglas	3,018,305	1.36%
Elko	6,921,274	3.11%
Esmeralda	88,544	0.04%
Eureka	1,467,620	0.66%
Humboldt	3,853,222	1.73%
Lander	1,927,673	0.87%
Lincoln	134,869	0.06%
Lyon	1,840,262	0.83%
Mineral	252,213	0.11%
Nye	2,612,270	1.17%
Pershing	408,219	0.18%
Storey	341,362	0.15%
Washoe	27,618,964	12.42%
White Pine	1,168,660	0.53%
Total County Transfers	\$ 217,676,109	97.85%
STAR Bonds Transfers	890,633	0.40%
State General Fund	3,893,046	1.75%
Total	\$ 222,459,788	100.00%

SUPPLEMENTAL CITY/COUNTY RELIEF TAX REVENUE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 821,054,034	-4.57%
2008-09	714,904,236	-12.93%
2009-10	654,046,992	-8.51%
2010-11	694,656,373	6.21%
2011-12	736,123,077	5.97%
2012-13	778,573,683	5.77%

LEGAL CITATION

Chapter 377, Nevada Revised Statutes.
Chapter 354, Nevada Revised Statutes.

RATE

1.75 percent of all taxable sales and taxable items of use.

CURRENT DISTRIBUTION OF REVENUE

98.25 percent of total collections returned to local governments through Consolidated Tax Program based on distribution formula; 1.75 percent to State General Fund.

HISTORY

ORIGINALLY ENACTED

1981 session of State Legislature; effective May 1, 1981.

AMENDMENTS

1983

Fire districts organized pursuant to Chapter 473 of Nevada Revised Statutes to be included in the distribution. Shifted authority to grant reserve fund distributions from the Interim Legislative Committee on Local Government Finance to the Nevada Tax Commission.

1985

Changed distribution of excess supplemental city/county relief tax receipts. When all entities within a county have received the maximum supplemental city/county relief tax allowable, excess is then deposited in the Reserve Fund. Shifted authority to grant Reserve Fund distributions from the Nevada Tax Commission to the Interim Finance Committee. Established the following maximum Reserve Fund amounts: 1.) \$10,000,000 for distribution to local governments in the event actual receipts in any one year are less than the estimated receipts for that year. 2.) \$2,500,000 for emergency distributions to local governments if unforeseen or uncontrollable conditions, existing or imminent, substantially impair the financial capacity of a local government to provide the basic services for which it was created. 3.) Any amount in excess of \$12,500,000 in the fund, at the beginning of the year, must be distributed to local governments in the following fiscal year.

Supplemental City/County Relief Tax Revenue (continued)

AMENDMENTS
(continued)

1987	Eliminated redevelopment districts from the distribution of supplemental city/county relief tax.
1989	Removed the limitations on the amount of supplemental city/county relief tax a local government may receive in any one fiscal year. Eliminated the Reserve
1991	Changed distribution of supplemental city/county relief tax at the county level. First a group of selected counties receive a guaranteed distribution from the total collections. The remaining funds are allocated to a second group of counties based on the percentage of county collections to the total collections for the group. Adjustments to ease the impact of the legislation to certain counties are made to the distribution formula. Counties in the guaranteed group will be moved into the point-of-origin group if their collections outpace
1993	The Local Government Tax Act of 1993 authorized certain counties that were negatively impacted by additional rebasing of the distribution formula to impose certain taxes to make up the revenue loss. These additional taxes, if imposed, are to be levied from October 1, 1993 through September 30, 1994.
	Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.
1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT,
1999	Effective July 1, 1999 General Fund Commission decreased to .75 percent on in-state and out-of-state collections.
2009	Effective July 1, 2009 General Fund Commission increased to 1.75 percent on in-state and out-of-state collections.

Supplemental City/County Relief Tax Revenue (continued)

SUPPLEMENTAL CITY/COUNTY RELIEF TAX TRANSFER
TO CONSOLIDATED TAX
FISCAL YEAR 2012-13

COUNTY	TAX	% OF TOTAL
Carson City	\$ 13,733,907	1.76%
Churchill	4,217,887	0.54%
Clark	561,181,771	72.08%
Douglas	13,283,052	1.71%
Elko	25,095,608	3.22%
Esmeralda	942,856	0.12%
Eureka	5,551,845	0.71%
Humboldt	14,252,494	1.83%
Lander	2,362,381	0.30%
Lincoln	1,092,299	0.14%
Lyon	9,823,370	1.26%
Mineral	1,414,236	0.18%
Nye	8,794,253	1.13%
Pershing	1,759,972	0.23%
Storey	1,483,934	0.19%
Washoe	94,326,316	12.12%
White Pine	2,514,969	0.32%
Total County Transfers	\$ 761,831,149	97.85%
STAR Bonds Transfers	3,117,495	0.40%
State General Fund	13,625,039	1.75%
TOTAL	\$ 778,573,683	100.00%

SEVERE FINANCIAL EMERGENCY FUND

Fund Balance - June 30, 2013 \$ 507,537

Supplemental City/County Relief Tax (continued)

LOCAL GOVERNMENT TAX ACTS OF 1991 AND 1993
SPECIAL FUND COLLECTIONS AND DISTRIBUTIONS
FISCAL YEAR 2012-13

COLLECTIONS

CHURCHILL COUNTY

Sales and Use Tax	\$	721,513
Government Services Tax		582,675
Real Property Transfer Tax		16,229
Property Tax		110,331
Interest		212
TOTAL	\$	<u>1,430,961</u>

WASHOE COUNTY

Sales and Use Tax	\$	14,256,376
Government Services Tax		52
Gaming License Fee		89,651
Real Property Transfer Tax		618,593
Property Tax		3,181,984
Interest		3,625
TOTAL	\$	<u>18,150,281</u>

DISTRIBUTIONS

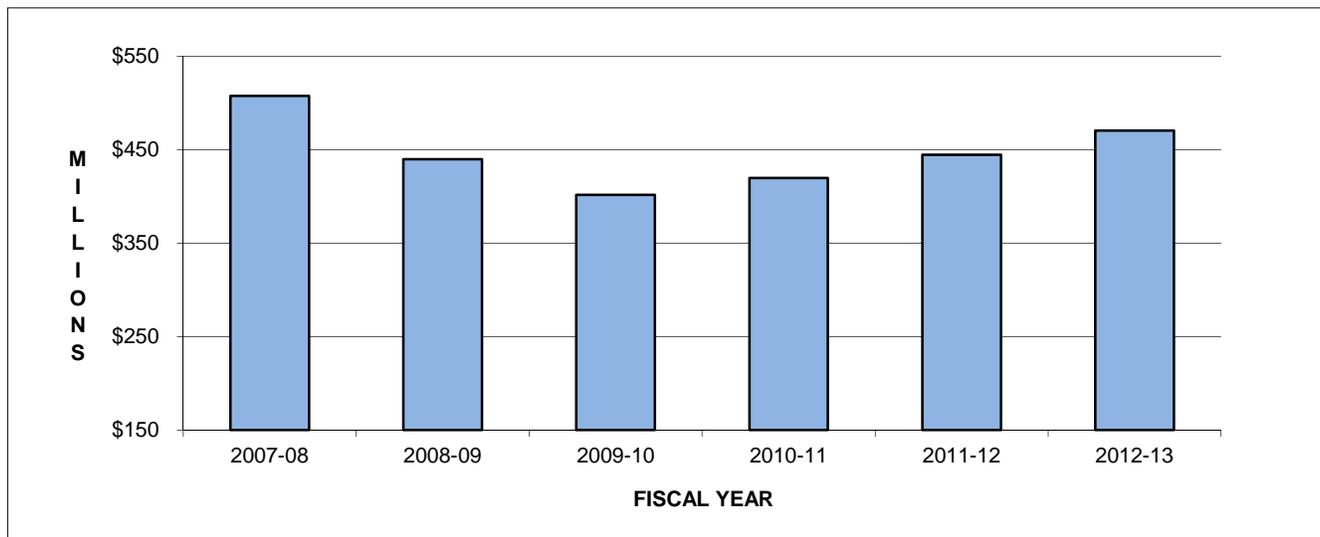
CHURCHILL COUNTY

	\$	1,120,023
Fallon		229,318
Other		81,620
TOTAL	\$	<u>1,430,961</u>

WASHOE COUNTY

	\$	12,086,402
Reno		2,819,194
Sparks		1,385,805
Other		1,858,880
TOTAL	\$	<u>18,150,281</u>

LOCAL OPTION SALES AND USE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 507,457,607	-3.80%
2008-09	439,722,982	-13.35%
2009-10	401,635,601	-8.66%
2010-11	419,684,048	4.49%
2011-12	444,505,505	5.91%
2012-13	470,304,788	5.80%

LEGAL CITATION

Chapters 374A, 377A, 377B and 543 Nevada Revised Statutes.

RATE

0.125 or 0.25 percent of all taxable sales and taxable items of use in a county.

CURRENT DISTRIBUTION OF REVENUE

NRS 374A provides for a county to impose a tax up to one-eighth of one percent for the cost of extraordinary maintenance, repair or improvement of school facilities within the county. Per NRS 377A.020, the board of county commissioners may impose a tax of .25 percent for mass transit or the construction of public roads; or counties with population of less than 400,000 may impose a .25 percent tax for the promotion of tourism. NRS 377B.100 provides that a county, under certain population requirements, may impose up to .25 percent tax for infrastructure; NRS 543.600 provides that a county whose population is 400,000 or more may impose a .25 percent tax for the purpose of flood control. 98.25 percent of collection returned to county of origin; 1.75 percent to State General Fund. Special Acts of the Legislature have provided for certain counties to impose additional option taxes for specific local purposes.

HISTORY

ORIGINALLY ENACTED

1981 session of State Legislature. Washoe County enacted ordinance effective November 1, 1982; Storey County effective August 1, 1985; Nye County effective May 1, 1986; Churchill and White Pine Counties effective November 1, 1986; Carson City effective January 1, 1988; and Clark County effective March 1, 1988.

Local Option Sales and Use Tax (continued)

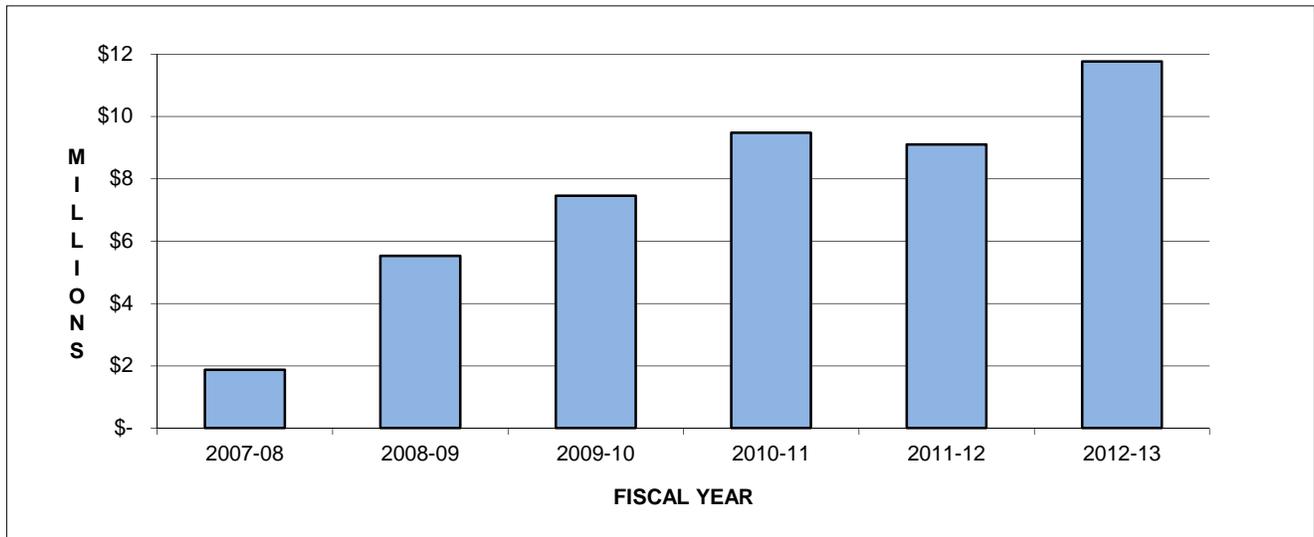
AMENDMENTS	1985	Amended NRS 377A.020 by adding that the tax may be used for the construction of public roads, and NRS 543.600 stipulates for the purpose of flood control.
	1989	Amended NRS 543.600 by increasing the population limitation from 250,000 to 400,000 or more in a county that may consider imposing a tax for flood control.
	1991	Implemented the Local Government Tax Act of 1991, AB 104 authorizing certain counties that were negatively impacted by the change to the Supplemental County/City Relief Tax distribution formula to impose by county ordinance an additional $\frac{1}{4}$ of 1 percent sales and use tax.
	1993	Implemented the Local Government Tax Act of 1993, SB 506 authorizing certain additional counties that were negatively impacted by additional changes to the Supplemental City/County Relief Tax distribution formula to impose by county ordinance $\frac{1}{4}$ of 1 percent sales and use tax from October 1, 1993 through September 30, 1994. Effective July 1, 1993 General Fund Commission increased to 1 percent on in-state and out-of-state collections.
	1995	Allowed the Tri-County Railway Commission to impose $\frac{1}{4}$ of 1 percent sales and use tax in a county upon approval of the voters.
	1997	Ratified Carson City voter approval imposition of $\frac{1}{4}$ of 1 percent sales and use tax for open space. Added chapter 377B, tax for infrastructure to Nevada Revised Statutes.
	1999	Added Chapter 374A, $\frac{1}{8}$ of 1 percent tax for extraordinary maintenance, repair or improvement of school facilities. Effective July 1, 1999 General Fund Commission decreased to .75 percent on in-state and out-of-state collections.
	2003	Added NRS 377A.062 that the tax for miscellaneous purposes may be used to support the operation and maintenance of a county swimming pool.
	2005	Passed the Clark County Sales and Use Tax Act of 2005. The revenues are to be used to employ and equip additional police officers. Amended Chapter 377B to allow the tax for infrastructure to be used for the construction or renovation of facilities having cultural or historical value. Also allows the tax to be used for the maintenance and operation of wastewater treatment facilities.
	2007	Amended Chapter 377B to allow the tax for infrastructure to be used for judicial and/or public safety infrastructure projects.
	2009	Effective July 1, 2009 General Fund Commission increased to 1.75 percent on in-state and out-of-state collections.

Local Option Sales and Use Tax (continued)

LOCAL OPTION SALES AND USE TAX DISTRIBUTION
FISCAL YEAR 2012-13

COUNTY	PROVISION	USE OF PROCEEDS	DATE IMPOSED	AMOUNT
<u>Option Taxes</u>				
Carson City	377A	Public Roads	1/1/1987	\$ 1,919,372
Carson City	377B	V&T Railroad Bonds	4/1/2006	959,874
Churchill	377A	Public Roads	11/1/1986	721,244
Churchill	377B	Infrastructure	10/1/2005	721,483
Clark	377A	Regional Transportation	7/1/1991	} 159,009,216
Clark	377A	Regional Transportation ¼% increase	10/1/2003	
Clark	377B	So NV Water Authority	4/1/1999	79,492,423
Clark	543	Flood Control	3/1/1987	79,495,264
Lander	377B	Water Treatment	4/1/2004	1,079,093
Lincoln	377B	School / Public Utilities	1/1/2001	67,809
Lyon	377B	Infrastructure	10/1/2008	714,522
Nye	377A	Public Roads	5/1/1986	1,259,138
Pershing	377B	Infrastructure	10/1/2008	236,455
Storey	377A	Tourism	8/1/1985	189,824
Storey	377B	School / Public Utilities	1/1/2001	189,824
Washoe	377A	Regional Transportation	11/1/1982	} 21,385,914
Washoe	377A	Regional Transportation ¼% increase	7/1/2003	
Washoe	377B	Flood/Public Safety	4/1/1999	7,127,834
White Pine	374A	School Cap Improvement	4/1/2000	328,765
White Pine	377A	Public Roads	11/1/1986	657,538
White Pine	377A	Swimming Pool	10/1/2003	657,317
White Pine	354	Operating/Severe Fin. Emergency	7/1/2006	3,287
White Pine	377B	Infrastructure/Public Safety	10/1/2007	653,354
<u>Special Acts</u>				
Churchill		Local Government Tax Act	10/1/1991	721,513
Clark		Police Support	10/1/2005	79,529,563
Storey		Tricounty Railway Commission	1/1/1996	189,824
Washoe		Railroad Grade Project	4/1/1999	7,127,854
Washoe		Local Government Tax Act	10/1/1991	14,256,376
<u>Miscellaneous Amendments</u>				
Carson City		Open Space	7/1/1997	1,919,374
Douglas		Misc Facilities & Services	7/1/1999	1,460,401
Total to Counties				\$ 462,074,454
State General Fund				8,230,334
TOTAL				\$ 470,304,788

STAR BOND REVENUE



FISCAL YEAR	TOTAL REVENUE	% CHANGE FROM PRIOR YEAR
2007-08	\$ 1,875,095	N/A
2008-09	5,529,823	194.91%
2009-10	7,453,708	34.79%
2010-11	9,476,247	27.13%
2011-12	9,096,674	-4.01%
2012-13	11,764,387	29.33%

LEGAL CITATION

Chapter 271A, Nevada Revised Statutes.

CURRENT DISTRIBUTION OF REVENUE

Up to 75 percent of the Sales and Use Tax generated in a Tourism Improvement District may be pledged toward the repayment of the bonds. The pledge does not include Local Option Sales and Use Taxes, or any amount above 2.25 percent of the Local School Support Tax rate. 1.75 percent commission to the State General Fund for Sales and Use Tax and City-County Relief Tax; 0.75 percent commission to the State General Fund for Local School Support Tax.

HISTORY

ORIGINALLY ENACTED

2005 session of State Legislature. Became effective July 1, 2005.

The statute provides the means for municipalities to create Tourism Improvement Districts. The taxable sales generated in these districts may be pledged toward the payment of bonds issued by the municipality to finance projects in the districts.

AMENDMENTS

2009

Effective July 1, 2009 General Fund Commission increased to 1.75 percent on in-state and out-of-state collections for Sales and Use Tax and City-County Relief Tax.

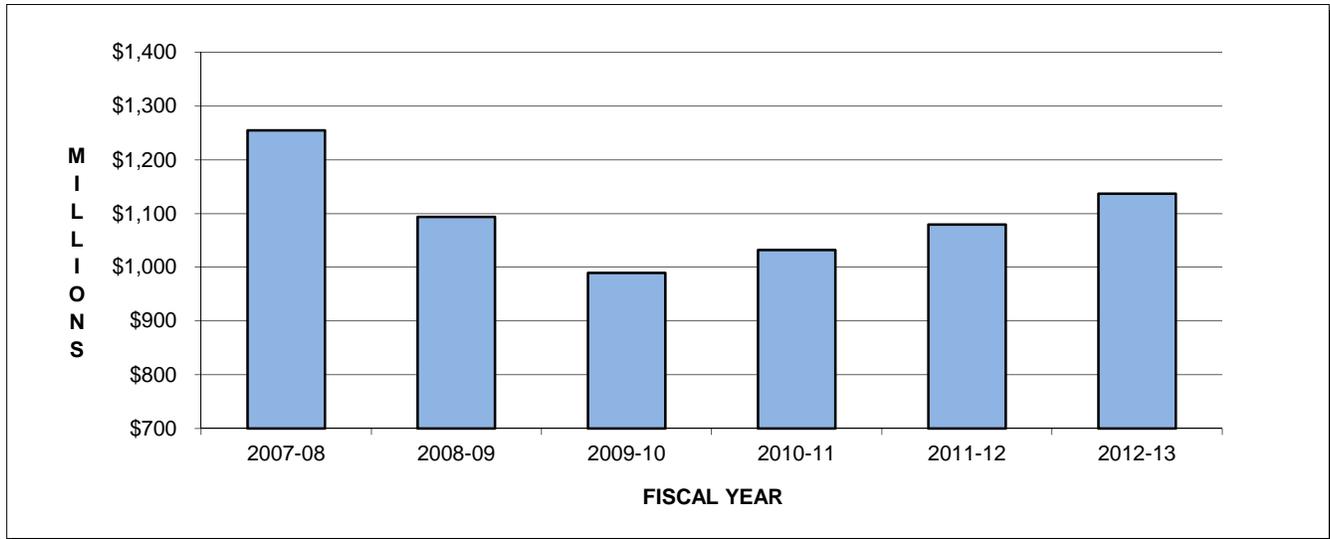
TAXABLE SALES COMPARISON

Taxable Sales Comparison by County

County	Fiscal Year 2011-12	Fiscal Year 2012-13	% Change
Carson City	\$ 756,078,488	\$ 779,297,546	3.1%
Churchill	320,188,210	387,569,985	21.0%
Clark	31,080,880,557	32,566,664,630	4.8%
Douglas	557,659,542	592,823,014	6.3%
Elko	1,545,690,948	1,595,351,240	3.2%
Esmeralda	20,399,262	19,805,714	-2.9%
Eureka	367,340,406	370,492,295	0.9%
Humboldt	740,656,235	921,111,867	24.4%
Lander	443,458,254	440,677,027	-0.6%
Lincoln	50,416,805	30,054,836	-40.4%
Lyon	346,511,052	305,525,152	-11.8%
Mineral	57,696,197	66,463,083	15.2%
Nye	498,129,424	832,076,991	67.0%
Pershing	106,443,254	96,442,298	-9.4%
Storey	70,858,913	77,728,883	9.7%
Washoe	5,522,605,351	5,824,726,136	5.5%
White Pine	469,737,233	296,597,716	-36.9%
STATE TOTAL	\$ 42,954,750,131	\$ 45,203,408,413	5.2%

The above comparisons for Fiscal Year 2011-12 and Fiscal Year 2012-13 on Taxable Sales are based on figures provided on Sales and Use Tax returns by registered permit holders in and out of the State of Nevada. Large increases or decreases may be due to audits, deficiency determinations, etc., performed on taxpayers doing business in a county.

CONSOLIDATED TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 1,254,856,253	-5.03%
2008-09	1,093,819,175	-12.83%
2009-10	989,505,534	-9.54%
2010-11	1,031,977,833	4.29%
2011-12	1,079,514,363	4.61%
2012-13	1,137,222,344	5.35%

LEGAL CITATION

Chapter 360, Nevada Revised Statutes.

CURRENT DISTRIBUTION OF REVENUE

Per NRS 360.600 through NRS 360.740; Revenues from the Supplemental City-County Relief Tax (SCCRT), Basic City-County Relief Tax (BCCRT), Cigarette Tax, Liquor Tax, Government Services Tax (GST) and Real Property Transfer Tax (RPTT) are pooled at the county level for distribution to the local governments under a single formula.

For counties, cities, towns and special districts, the lesser of prior year total distribution or prior year base is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation. To the extent that there is revenue (from the six sources) in excess of what is necessary to allocate the base amount to the various local governments, the excess revenue will be distributed using a formula that incorporates population and growth statistics. "Enterprise" districts (user-fee based entities) initial base distribution is the amount that will be distributed for all subsequent fiscal years.

HISTORY

ORIGINALLY ENACTED

1997 session of State Legislature created the Local Government Tax Distribution Fund.

A base amount of revenue was initially established under the 1997 legislation. For counties, cities, towns and special districts, the total distribution is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation.

Consolidated Tax (continued)

AMENDMENTS

2001

For counties, cities, towns and special districts, the lesser of prior year total distribution or prior year base is increased by the change in CPI over the prior calendar year to create the ensuing year base allocation.

"One Plus" component of excess distribution to be phased out over the next 4 years.

The City of Henderson received a one time base increase of \$4,000,000.

2005

SB 38 provides an additional method for calculating the excess amount of the base monthly amount to be allocated to local governments in which: (1) the average amount of the assessed valuation of taxable property attributable to the net proceeds of minerals over the preceding 5 fiscal years is at least \$50 million; (2) the average percentage of change in the population over the preceding 5 fiscal years is a negative figure; or (3) both. The bill applied retroactively to January 1, 2005, but did not affect money previously distributed to local governments.

CONSOLIDATED TAX
SUMMARY OF THE REVENUE TRANSFERRED BY COUNTY
FISCAL YEAR 2012-13

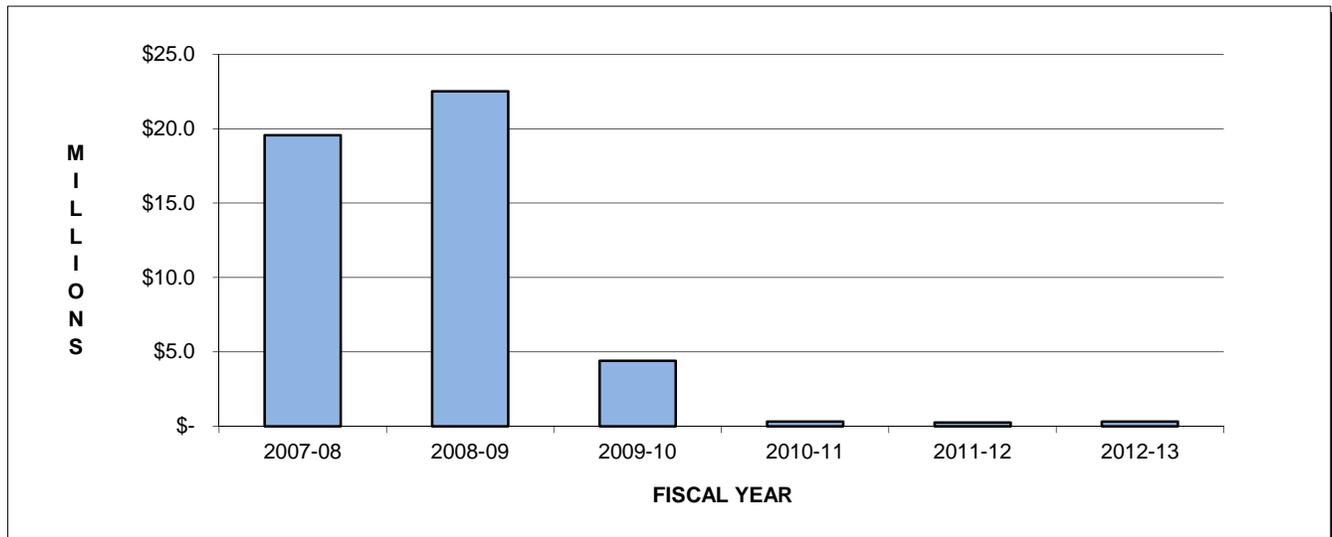
COUNTY	BCCRT	SCCRT	CIGARETTE	LIQUOR	RPTT	GST	TOTAL
CARSON CITY	\$ 3,986,047	\$ 13,733,907	\$ 234,830	\$ 69,919	\$ 268,183	\$ 1,817,629	\$ 20,110,515
CHURCHILL	1,280,043	4,217,887	105,281	31,347	89,257	985,248	6,709,063
CLARK	160,756,561	561,181,771	8,241,711	2,453,922	18,055,558	82,667,450	833,356,973
DOUGLAS	3,018,305	13,283,052	199,626	59,437	630,982	1,991,502	19,182,904
ELKO	6,921,274	25,095,608	208,840	62,181	292,569	3,775,210	36,355,682
ESMERALDA	88,544	942,856	3,455	1,029	2,547	132,255	1,170,686
EUREKA	1,467,620	5,551,845	8,352	2,487	8,281	269,468	7,308,052
HUMBOLDT	3,853,222	14,252,494	71,769	21,369	111,734	1,390,303	19,700,891
LANDER	1,927,673	2,362,381	25,080	7,468	25,707	632,971	4,981,281
LINCOLN	134,869	1,092,299	22,132	6,590	16,632	352,626	1,625,148
LYON	1,840,262	9,823,370	219,655	65,401	302,928	2,117,375	14,368,991
MINERAL	252,213	1,414,236	19,271	5,738	11,593	326,506	2,029,558
NYE	2,612,270	8,794,253	186,441	55,512	194,442	2,110,337	13,953,254
PERSHING	408,219	1,759,972	28,678	8,539	25,301	458,210	2,688,919
STOREY	341,362	1,483,934	17,269	5,142	31,747	263,105	2,142,558
WASHOE	27,618,964	94,326,316	1,765,822	525,764	3,402,264	19,377,267	147,016,397
WHITE PINE	1,168,660	2,514,969	41,893	12,473	31,364	752,113	4,521,472
TOTAL	\$ 217,676,109	\$ 761,831,149	\$ 11,400,105	\$ 3,394,316	\$ 23,501,089	\$ 119,419,576	\$ 1,137,222,344

BCCRT, SCCRT, Cigarette and Liquor taxes: Revenue for each county is transferred monthly to the Consolidated Tax Account by the Department of Taxation.

RPTT: Each county treasurer deposits to the Consolidated Tax Account, at least quarterly the revenue collected within the county.

GST: Revenue for each county is transferred monthly to the Consolidated Tax Account by the Department of Motor Vehicles.

BUSINESS LICENSE FEE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 19,566,390	-2.16%
2008-09	22,516,702	15.08%
2009-10	4,417,943	-80.38%
2010-11	335,542	-92.41%
2011-12 *	257,812	-23.17%
2012-13	335,780	30.24%

* Note: Fiscal year 2011-12 total collections has been adjusted due to additional information received.

LEGAL CITATION

Chapter 360.760 - 360.796, Nevada Revised Statutes

IMPOSITION AND RATE

Business License Fee is \$200 annually, effective July 1, 2009. This is a fee imposed on persons doing business in Nevada.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

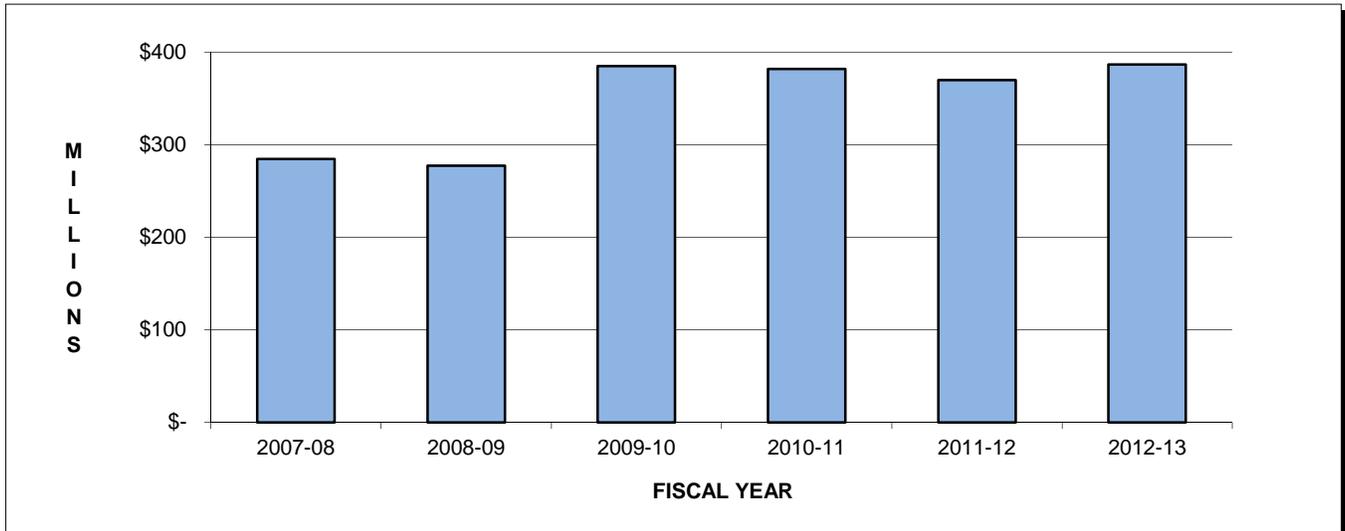
2003 Legislative Session, effective October 1, 2003. This is a license fee imposed on a person for the privilege of conducting business in this state. This business license replaces the business license requirement in 364A, which was repealed September 30, 2003.

AMENDMENTS

Amended effective July 1, 2005 by the 22nd Special Session of the Nevada Legislature to include a fee for Exhibition Facilities. If paid annually, the fee is \$5,000. If paid quarterly, the fee is equal to the total number of businesses taking part in each exhibition at the facility who do not have a state business license, multiplied by the number of days on which the exhibition is held, multiplied by \$1.25.

Amended effective October 1, 2009 by Assembly Bill 146 of the 75th Session of the Nevada Legislature. Assembly Bill 146 transferred the administration of the Business License fee from the Department of Taxation to the Nevada Secretary of State. The administration of the Exhibition Facilities fee remains with the Department of Taxation.

MODIFIED BUSINESS TAX



FISCAL YEAR	GENERAL BUSINESS	FINANCIAL INSTITUTIONS	ECONOMIC DEVELOPMENT	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 263,902,120	\$ 20,698,298	\$ -	\$ 284,600,418	2.02%
2008-09	253,118,727	24,397,566	-	277,516,293	-2.49%
2009-10	363,411,521	21,698,267	9,921	385,119,708	38.77%
2010-11	361,355,326	20,545,331	39,986	381,940,643	-0.83%
2011-12	348,943,337	20,717,296	138,697	369,799,330	-3.18%
2012-13	363,242,006	23,368,075	120,895	386,730,976	4.58%

LEGAL CITATION

Chapter 363A, 363B

IMPOSITION AND RATE

Tax is imposed on businesses and financial institutions. For businesses other than financial institutions the tax rate is 1.17 percent after health care deductions if the sum of all wages exceeds \$62,500 for the calendar quarter. The tax rate for financial institutions is 2% of the gross wages paid by the employer during the calendar quarter. There is an allowable deduction from the gross wages for amounts paid by the employer for qualified health insurance or a qualified health benefit plan. The tax is due on or before the last day of the month immediately following the calendar quarter.

CURRENT DISTRIBUTION OF REVENUE

Tax collected is distributed to the State General Fund. 50% of the tax paid by an entity which was directly recruited/assisted in locating to Nevada by a qualifying economic development agency is distributed back to that agency for a period of 10 years pursuant to NRS 363B.105.

HISTORY

ORIGINALLY ENACTED

2003 Special Session of the State Legislature, effective July 1, 2003. This tax replaces the Business Tax under NRS 364A which was repealed September 30, 2003.

Modified Business Tax (continued)

AMENDMENTS

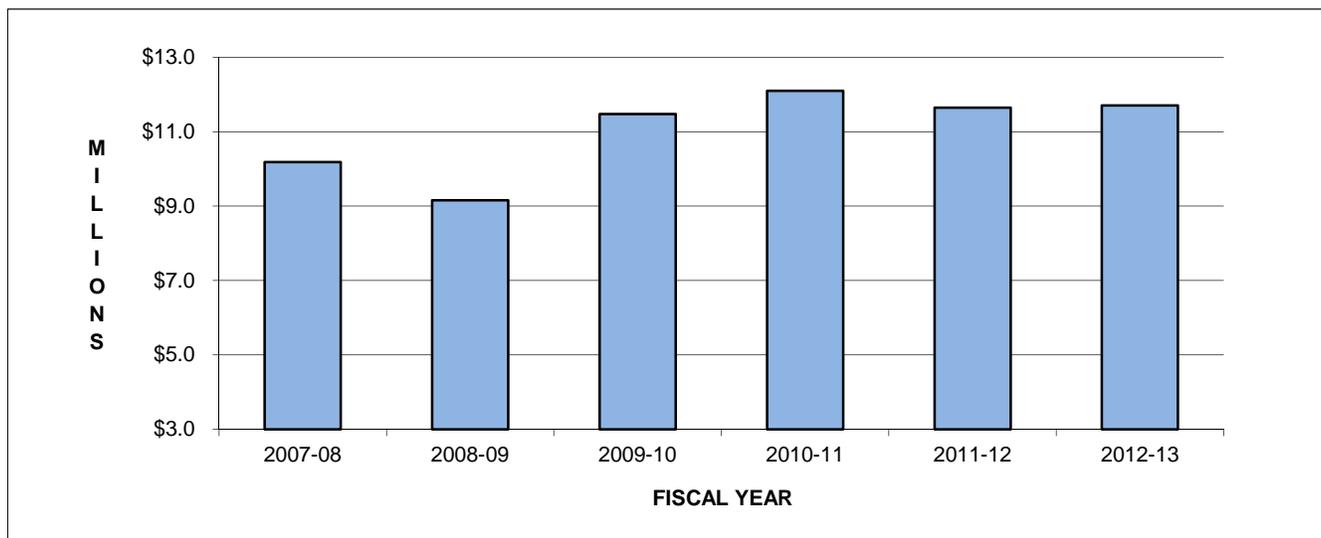
The 2003 Special Session of the State Legislature set the initial tax rate of 0.7 percent for general businesses, effective July 1, 2003 through June 30, 2004. The rate decreased to 0.65 percent effective July 1, 2004 through June 30, 2005. The rate for general businesses decreased to 0.63 percent effective July 1, 2005.

Senate Bill 429 of the 2009 Session of the State Legislature changed the tax to a two-tiered rate for General Businesses. The rate on the first \$62,500 of taxable wages is 0.5%; wages above \$62,500 are taxed at 1.17%. The rate for Financial Institutions was not changed.

Assembly Bill 317 of the 2009 Session of the State Legislature provides for a 50% distribution of Modified Business Tax paid by a business for a period of 10 years to a redevelopment agency that is responsible for locating a business in the state between July 1, 2009 and June 30, 2011.

Assembly Bill 561 of the 2011 Session of the State Legislature changed the rate to 1.17% on taxable wages paid above \$62,500 in a calendar quarter. There is no tax on wages paid which are less than \$62,500 in a calendar quarter. The new rate applies from July 1, 2011 through June 30, 2013.

LIVE ENTERTAINMENT TAX



FISCAL YEAR	LESS THAN 7500 SEATS	7500 SEATS OR GREATER	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 8,978,713	\$ 1,203,250	\$ 10,181,963	-6.06%
2008-09	8,226,115	936,154	9,162,269	-10.01%
2009-10	10,442,433	1,033,086	11,475,519	25.25%
2010-11	11,088,275	1,011,012	12,099,287	5.44%
2011-12	10,576,990	1,067,201	11,644,191	-3.76%
2012-13	10,689,221	1,017,449	11,706,670	0.54%

LEGAL CITATION

Chapter 368A

IMPOSITION AND RATE

A tax imposed on any facility with 200 or more seats where live entertainment is provided and admission is charged. The Department of Taxation is only responsible for collecting this tax from non-gaming facilities. For facilities seating more than 200 and less than 7500, the rate is 10 percent of the admission charge plus 10 percent of any amount paid for food, refreshments and merchandise purchased at the facility. For facilities seating more than 7,500 the rate of tax is 5 percent of the admission charge.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

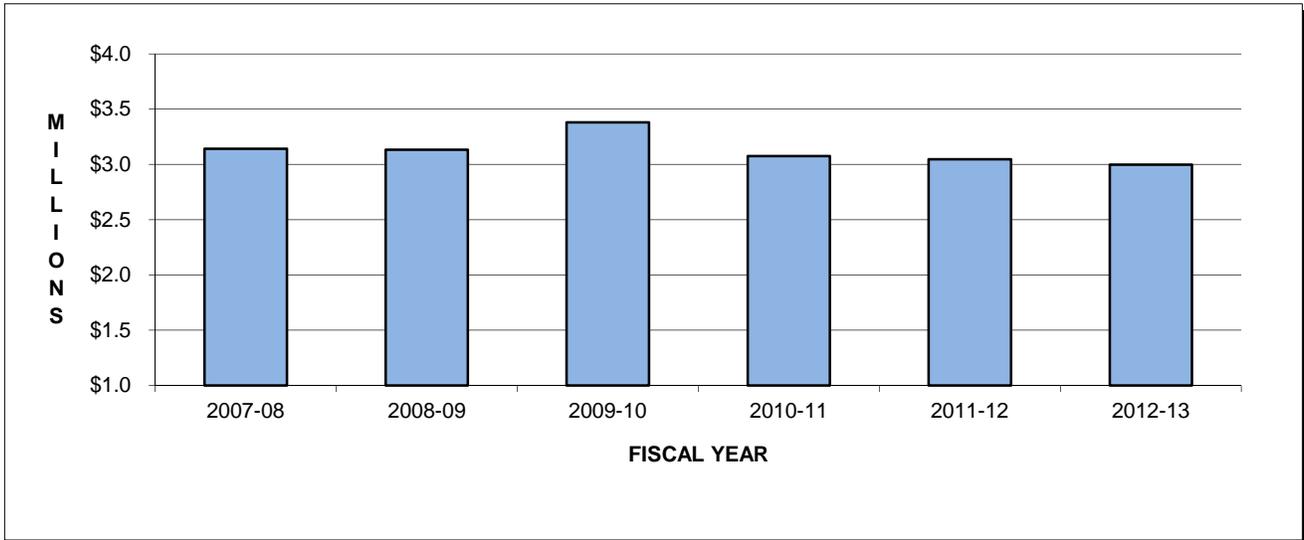
2003 Session of the State Legislature, effective January 1, 2004.

AMENDMENTS

Amended by the 2005 Session of the State Legislature to reduce the minimum occupancy to 200 seats, and to exempt NASCAR Nextel Cup races from the tax effective July 1, 2007.

Amended by the 2007 Session of the State Legislature to exempt minor league baseball games from the tax.

BANK EXCISE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR FISCAL YEAR
2007-08	\$ 3,142,650	3.72%
2008-09	3,131,495	-0.35%
2009-10	3,378,900	7.90%
2010-11	3,074,089	-9.02%
2011-12	3,047,528	-0.86%
2012-13	2,996,521	-1.67%

LEGAL CITATION

Chapter 363A.120 Nevada Revised Statutes.

IMPOSITION AND RATE

A tax imposed on each bank at the rate of \$1,750 for each branch office in excess of one maintained by the bank in any county in this State on the first day of each calendar quarter. Each bank that maintains more than one branch office in any county in this State on the first day of a calendar quarter shall make quarterly tax payments due on or before the last day of the first month of that calendar quarter.

CURRENT DISTRIBUTION OF REVENUE State General Fund.

HISTORY

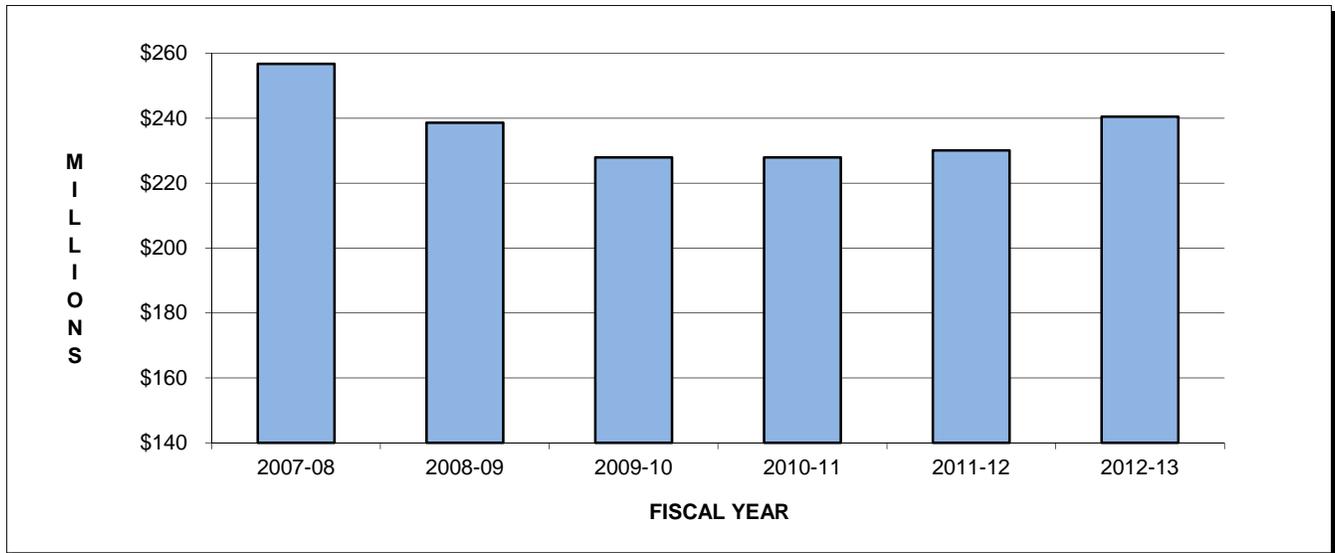
ORIGINALLY ENACTED

2003 Session of the State Legislature, effective January 1, 2004.

AMENDMENTS

2005 Special Session of the State Legislature amended the language to impose the tax on the number of branch offices in each county in excess of one branch per county.

INSURANCE PREMIUM TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 256,813,689	-0.97%
2008-09	238,622,626	-7.08%
2009-10	227,959,135	-4.47%
2010-11	227,943,702	-0.01%
2011-12*	230,099,206	0.95%
2012-13**	240,559,705	4.55%

* Total Collections include \$429,957.86 in out-of-statute credits transferred to the State General Fund

** Total Collections do not include \$8,646.31 in out-of-statute credits reversed from the State General Fund

LEGAL CITATION

Chapter 680B Nevada Revised Statutes.

IMPOSITION AND RATE

A tax imposed for the privilege of transacting business in this State. Each insurer shall pay a tax upon his net direct premiums and net direct considerations written, at the rate of 3.5 percent. The premium tax is due on March 15 of each year on premiums written in the prior calendar year. Insurers required to pay a tax of at least \$2,000 the preceding calendar year must pay quarterly tax payments based on actual net direct premiums and net direct considerations written for the current reporting quarter. An insurer is entitled to a "Home Office Credit" of 50 percent of the aggregate amount of tax due and full credit for ad valorem taxes paid by the insurer during the preceding calendar year if the insurer maintains a home office or regional home office in Nevada. Other stipulations apply. These credits cannot exceed 80 percent of the tax otherwise due.

CURRENT DISTRIBUTION OF REVENUE

State General Fund.

HISTORY

ORIGINALLY ENACTED

1933 session of the State legislature.

AMENDMENTS

1993 session of the State Legislature transferred the function of tax collection to the Department of Taxation from the Department of Insurance effective July 1, 1993 per AB 782.

Insurance Premium Tax (continued)

AMENDMENTS (continued)

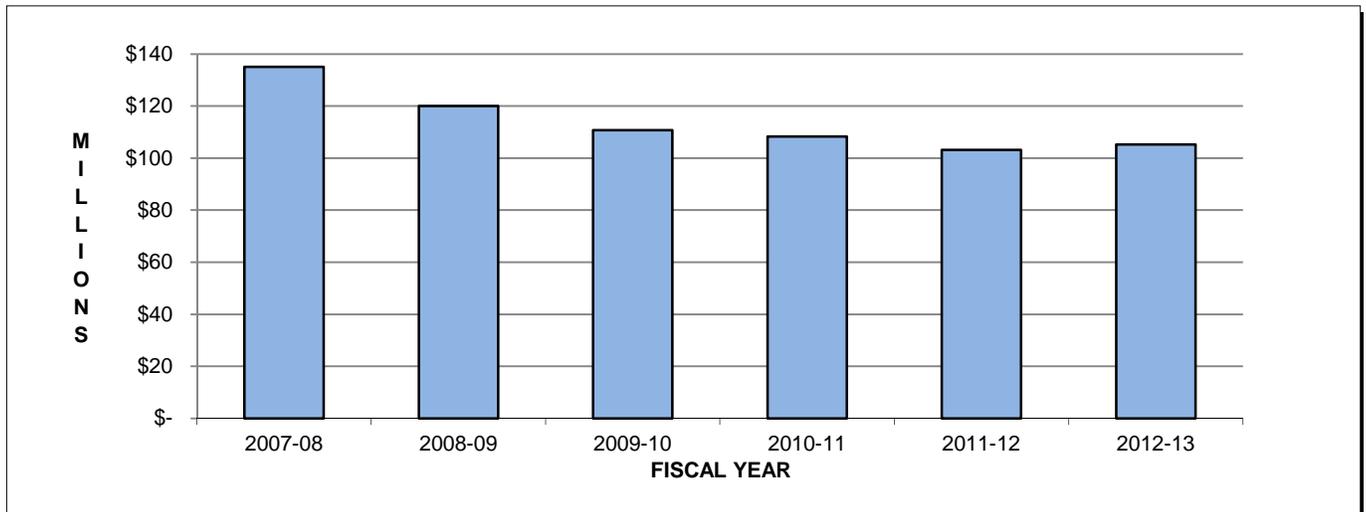
1995 Session of the State Legislature passed legislation requiring private insurers who are writing industrial insurance in this State to pay premium tax on those policies. The legislation also provided for a credit against premium taxes on industrial insurance policies in an amount equal to the assessment paid by the insurer to the Division of Industrial Relations, effective July 1, 1999.

1997 Session of the State Legislature changed the due date of the annual return from March 1st to March 15th and requires insurers to report premium taxes based on actual premiums written instead of estimated, effective January 1, 1998.

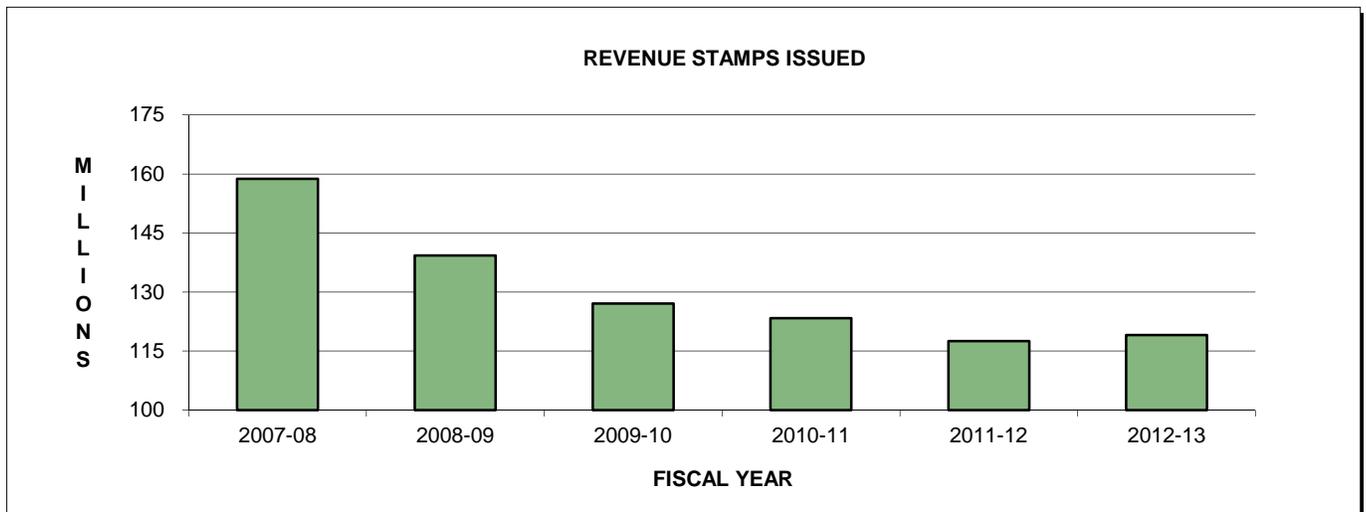
1999 Session of the State Legislature requires insurers to provide statements to insureds if the portion of premium is attributable to the general premium tax, fees or assessments, effective July 1, 2000.

2005 Session of the State Legislature lowered the tax rate for Risk Retention Groups from 3.5 percent to 2 percent, effective June 17, 2005.

CIGARETTE AND OTHER TOBACCO PRODUCTS TAX REVENUE



FISCAL YEAR	STAMP REVENUE	OTHER TOBACCO PRODUCTS	LICENSES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 126,192,329	\$ 8,840,580	\$ 11,940	\$ 135,044,849	-2.21%
2008-09	110,842,179	9,140,387	12,150	119,994,716	-11.14%
2009-10	101,200,980	9,574,952	10,688	110,786,619	-7.67%
2010-11	98,241,257	10,039,228	10,574	108,291,059	-2.25%
2011-12	94,828,403	8,274,310	9,563	103,112,276	-4.78%
2012-13	94,877,145	10,348,437	9,900	105,235,482	2.06%



FISCAL YEAR	# OF REVENUE STAMPS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	# OF REVENUE STAMPS	% CHANGE FROM PRIOR YEAR
2007-08	158,767,200	-2.27%	2010-11	123,332,700	-24.08%
2008-09	139,306,800	12.95%	2011-12	117,511,200	-4.72%
2009-10	127,043,100	-8.80%	2012-13	119,071,200	1.33%

NOTE: The tax represents stamps paid for, penalty and interest, and Use Tax paid by manufacturers on gift or sample cigarettes. Revenue stamps represent the number of paid stamps, issued by the Department.

Cigarette and Other Tobacco Products Tax Revenue (continued)

LEGAL CITATION	Chapter 370 Nevada Revised Statutes.
RATE	Cigarettes - 40 mills per cigarette. Other Tobacco Products - 30 percent of manufacturers wholesale price.
CURRENT DISTRIBUTION OF REVENUE	5 mills per cigarette for distribution to eligible local governments (less administrative fee determined by legislative appropriation) through the Consolidated Tax distribution. 35 mills per cigarette to the State General Fund. Other Tobacco Products revenue to the State General Fund.

HISTORY

ORIGINALLY ENACTED	1947 session of State Legislature.
RATE	1947 - 1949, 2 cents; 1949 - 1961, 3 cents; 1961 - 1969, 7 cents; 1969 to June 30, 1983, 10 cents; July 1, 1983 to June 30, 1985, 15 cents per package; July 1, 1985 to June 30, 1987, 7.5 mills per cigarette; July 1, 1987 to June 30, 1989, 10 mills per cigarette; July 1, 1989, 17.5 mills per cigarette; July 22, 2003, 40 mills per cigarette.
AMENDMENTS	1947 Wholesalers' discount 10 percent for stamping; 5 percent for administration; remainder to State General Fund. 1949 Wholesalers' discount reduced to 7 percent; revenue distribution, 87.5 percent to State General Fund; 12.5 percent to counties. 1953 Effective date of Use Tax on cigarettes. 1955 Wholesalers' discount for stamping reduced to 5 percent. 1960 Refunds allowed for tax paid on stale cigarettes. 1961 Wholesalers' stamping discount, 4 percent; revenue distribution, 66 percent to State General Fund; 28.5 percent to cities and counties based on population; 5.5 percent to counties based on sales. 1965 Revenue distribution changed - 30 percent to State General Fund; 64.5 percent to cities and counties based on population; 5.5 percent to counties based on county sales. 1967 Revenue distribution changed - 100 percent local. No cities - 100 percent to county. One city - based on population - county and city. Two or more cities - to cities based on population. 1969 Administrative costs reimbursed in amount determined by legislative appropriation each biennium.

Cigarette and Other Tobacco Products Tax Revenue (continued)

AMENDMENTS (continued)

1980 June 10, 1980 - Supreme Court decision of Washington vs. Coleville Indian Reservation determined that State cigarette tax could not be applied to on-reservation transactions. Effective July 16, 1980 cigarettes sold to and by eligible Indian smoke shops required tribal cigarette stamps or metered impressions on packages sold. In 1980 the Department of Taxation furnished 13,091,470 tribal stamps. In more recent years the Department has furnished the following number of tribal stamps:

FY 2007-08	25,560,000	FY 2010-11	27,315,000
FY 2008-09	30,892,500	FY 2011-12	25,440,000
FY 2009-10	28,035,000	FY 2012-13	22,935,000

1983 The 1983 session of the State Legislature enacted an additional 5 cent per pack tax for distribution to the State General Fund. In addition, all products made from tobacco, other than cigarettes, are taxed at 30 percent of the manufacturers wholesale price for distribution to the State General Fund.

1985 The 1985 session of the State Legislature enacted a tax base change; to 7.5 mills per cigarette but not less than 15 cents per package.

1987 The 1987 session of the State Legislature enacted a tax rate change; to 10 mills per cigarette but not less than 20 cents per package.

1989 The 1989 session of the State Legislature enacted a tax rate change; to 17.5 mills per cigarette.

1991 Wholesalers' discount for stamping reduced from 4 percent to 3 percent.

1997 Monthly reports required from wholesale and retail dealers of other tobacco products.

Other tobacco products displayed or exhibited at trade show exempt from excise tax.

The 1997 Legislature created the Consolidated Tax Program. Beginning FY 1998-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.

1999 The 1999 Legislature enacted Assembly Bill 667, which is Nevada's model legislation for the Tobacco Master Settlement Agreement. Effective May 24, 1999, all manufacturers of tobacco products sold in Nevada are required to participate in the Tobacco Settlement Agreement or to place money in escrow.

2001 Senate Bill 381, effective July 1, 2001, revised the definition of wholesale dealer and wholesale price for Other Tobacco Products. SB 381 changed the payment of tax to after the sale or distribution of Other Tobacco Products.

Senate Bill 527, effective July 1, 2001, provides for an exemption for duty-free sales enterprises and persons importing cigarettes for personal use. SB 527 also requires cigarette revenue stamps designed to identify the dealer who affixes the stamp.

Cigarette and Other Tobacco Products Tax Revenue (continued)

AMENDMENTS (continued)

2003 Senate Bill 8, effective July 22, 2003, enacted a tax rate change on cigarettes to 40 mills per cigarette.

Assembly Bill 4, effective August 1, 2003, changed the cigarette wholesalers' discount rate for stamping from 3 percent to 0.5 percent. AB4 also changed the other tobacco products wholesalers' collection allowance from 2 percent to 0.5 percent if the taxes are paid timely.

2005 Assembly Bill 436, effective October 1, 2005, requires the Department to maintain a listing of tobacco products that may be sold in the state of Nevada on the Department's internet website by January 1, 2006; prohibits a person from affixing a stamp to a package of cigarettes of a manufacturer of tobacco products or brand family which is not included in the directory; and prohibits the sale, offer or possession for sale, cigarettes of a manufacturer of tobacco products or brand family not included in the directory.

Assembly Bill 464, effective June 10, 2005, adds new licensing requirements for manufacturers and retailers of tobacco products; adds licensing and reporting requirements for anyone selling tobacco products into Nevada; prohibits a person, other than a wholesale dealer, from receiving unstamped cigarette packages; and provides various felony charges for certain violations of the tobacco tax laws.

2008 Senate Bill 2 of the 25th Special Session temporarily changed the cigarette wholesalers' discount rate for stamping from 0.5 percent to 0.25 percent. Senate Bill 2 also temporarily changed the other tobacco products wholesalers' collection allowance from 0.5 percent to 0.25 percent for the period beginning on January 1, 2009 and ending on June 30, 2009.

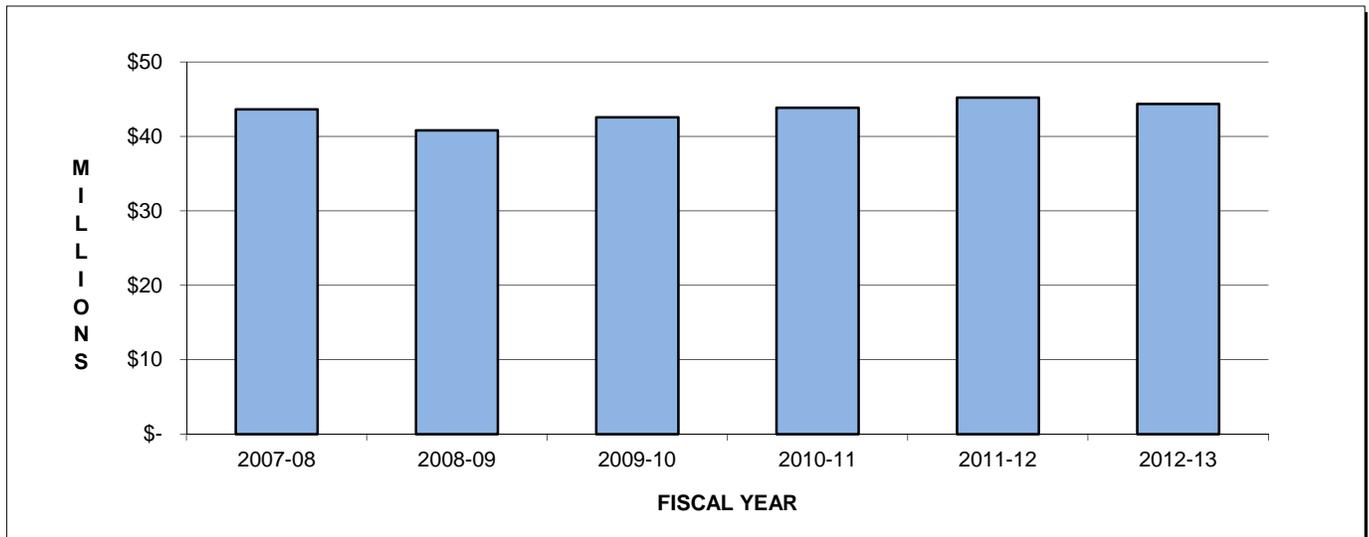
2009 Assembly Bill 552 of the 2009 Legislative Session removed the sunset date of June 30, 2009 for the collection allowance and discount rate of 0.25 percent.

Cigarette and Other Tobacco Products Tax Revenue (continued)

TRANSFER OF CIGARETTE TAX REVENUE
TO CONSOLIDATED TAX
FISCAL YEAR 2012-13

COUNTY	TAX	% OF TOTAL
Carson City	\$ 234,830	0.22%
Churchill	105,281	0.10%
Clark	8,241,711	7.83%
Douglas	199,626	0.19%
Elko	208,840	0.20%
Esmeralda	3,455	0.00%
Eureka	8,352	0.01%
Humboldt	71,769	0.07%
Lander	25,080	0.02%
Lincoln	22,132	0.02%
Lyon	219,655	0.21%
Mineral	19,271	0.02%
Nye	186,441	0.18%
Pershing	28,678	0.03%
Storey	17,269	0.02%
Washoe	1,765,822	1.68%
White Pine	41,893	0.04%
TOTAL COUNTY TRANSFER	\$ 11,400,105	10.83%
Administrative Fees	469,394	0.45%
State General Fund	83,017,546	78.89%
Other Tobacco Products	10,348,437	9.83%
TOTAL	\$ 105,235,482	100.00%

LIQUOR TAX REVENUE



FISCAL YEAR	TAX	LICENSES AND FINES	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 43,469,484	\$ 151,031	\$ 43,620,515	1.36%
2008-09	40,670,524	151,681	40,822,205	-6.42%
2009-10	42,396,078	175,813	42,571,891	4.29%
2010-11	43,621,305	205,392	43,826,696	2.95%
2011-12 *	44,994,469	216,433	45,210,902	3.16%
2012-13	44,106,113	227,207	44,333,320	-1.94%

*Fiscal Year 2011-12 Tax and Licenses and Fines have been revised due to additional information received.

LEGAL CITATION

Chapters 369 and 597 Nevada Revised Statutes.

RATES

Over 22 percent alcohol content by volume	\$3.60 per gallon
Over 14 percent up to 22 percent by volume	\$1.30 per gallon
0.5 up to 14 percent by volume	\$0.75 per gallon
Beer	\$0.16 per gallon

LICENSE FEES

Importer of wine, beer, and liquor	\$500
Importer of beer	\$150
Wholesaler of wine, beer and liquor	\$250
Wholesaler of beer	\$75
Brew Pub	\$75
Brewer	\$75
Winemaker	\$75
Certificate of Compliance	\$50

FINES

First offense	\$500
Second offense	\$1,000
Third and subsequent offenses	\$2,000

CURRENT DISTRIBUTION OF REVENUE

50 cents per gallon of collections on over 22 percent alcohol content allocated for distribution to eligible local governments through the Consolidated Tax distribution. The portion of tax on liquor containing over 22 percent alcohol which exceeds \$3.45 per wine gallon is transferred to the liquor program account in the State General Fund. Fifty percent of Liquor Awareness Fines go to Aid for Victims of Domestic Violence and the other fifty percent go to community juvenile justice programs. All remaining revenues go to the State General Fund.

Liquor Tax Revenue (continued)

ORIGINALLY ENACTED

1935 as a Stamp Tax.

RATES

- 1935 Case beer, 24 bottles, 6 cents per case; 36 bottles, 9 cents per case; keg beer, 2 cents per gallon. Wines up to 14 percent alcohol content, 2 1/2 cents per quart; 14 percent up to 22 percent alcohol content, 5 cents per quart. All alcoholic beverages over 22 percent alcohol content, up to 4 ounces, 1 cent; up to 8 ounces, 2 cents; up to 16 ounces, 5 cents; up to 32 ounces, 10 cents.
- 1945 Beer, 3 cents per gallon; liquor, 8 percent up to 14 percent alcohol content, 15 cents per gallon; over 14 percent up to 22 percent alcohol content, 25 cents per gallon; over 22 percent alcohol content, 60 cents per gallon.
- 1947 Beer, 3 cents per gallon; liquor, up to 14 percent alcohol content, 15 cents per gallon; over 14 percent to 22 percent alcohol content, 30 cents per gallon; over 22 percent alcohol content, 80 cents per gallon.
- 1961 Beer, 6 cents per gallon; liquor, up to 14 percent alcohol content, 30 cents per gallon; over 14 percent up to 22 percent alcohol content, 50 cents per gallon; over 22 percent alcohol content, \$1.40 per gallon.
- 1969 Over 22 percent alcohol increased to \$1.90 per gallon.
- 1981 Over 22 percent alcohol increased to \$2.05 per gallon.
- 1983 Beer, 9 cents per gallon; liquor, up to 14 percent alcohol content, 40 cents per gallon; over 14 percent up to 22 percent alcohol content, 75 cents per gallon; over 22 percent alcohol content, \$2.05 per gallon.

DISTRIBUTION

- 1935 3 percent for administration, \$100,000 to School Fund; \$24,000 to University Contingent Fund; balance to State Emergency Employment Bond Interest and Redemption Fund.
- 1937 5 percent maximum for administration; balance as follows: 50 percent to School Fund; 15 percent to University Contingent Fund; 35 percent to State Emergency Employment Bond Interest and Redemption Fund.
- 1939 5 percent maximum for administration; balance as follows: 50 percent to School Fund; 40 percent to University Contingent Fund; 10 percent to Consolidated Bond Interest and Redemption Fund.
- 1943 5 percent maximum for administration; balance to General Fund.
- 1949 All revenue to General Fund, administration costs appropriated.
- 1969 All revenues to General Fund except 5/19 of that collected on liquor over 22 percent which is allocated accordingly:
 No cities - 100 percent to county.
 One city - based on population ratio of county and city.
 Two or more cities - to cities based on population.

Liquor Tax Revenue (continued)

DISTRIBUTION (continued)	1981	Additional 15 cent tax on over 22 percent alcohol allocated to the Account for Alcohol and Drug Abuse in the Department of Human Resources Gift Fund.
AMENDMENTS	1945	Changed from Stamp Tax to Excise Tax.
	1955	Allowed 2 percent tax discount to importer.
	1961	Allowed 3 percent tax discount to importer.
	1969	Raised rate for over 22 percent alcohol content from \$1.40 to \$1.90 and allocated 50 cents of that rate to counties and cities.
	1981	Raised rate for over 22 percent alcohol content from \$1.90 to \$2.05 allocating 50 cents of that rate to counties and cities and 15 cents to the Account for Alcohol and Drug Abuse in the Department of Human Resources Gift Fund.
	1983	Raised rates for beer to 9 cents per gallon; liquor up to 14 percent alcohol content, 40 cents per gallon; over 14 percent up to 22 percent alcohol content, 75 cents per gallon. Over 22 percent alcohol content remained at \$2.05 per gallon.
	1995	An applicant for a certificate of compliance must pay a \$50 fee. This fee is renewable on or before July 1st of each year.
	1997	The 1997 Legislature created the Consolidated Tax Program. Beginning FY 98-99, the Department implemented the program that combines BCCRT, SCCRT, Cigarette Tax, Liquor Tax, Real Property Transfer Tax and Motor Vehicle Privilege Tax into one monthly distribution. Total allocation by county is transferred to the Consolidated Tax Account for distribution to individual local governments within the county.
	1999	Senate Bill 428, effective June 7, 1999 increased the amount of wine a Nevada resident may import from one gallon per month to twelve cases per year for personal or household use. Other alcoholic beverages remain at one gallon per month.
	2001	Assembly Bill 12, effective June 15, 2001, authorized the transfer of liquor (not including beer), between affiliated retailers that hold non-restricted gaming licenses.
	2003	Assembly Bill 437, effective July 1, 2003, changed the definition of supplier and authorized the transfer of liquor including beer, between affiliated retailers that hold non-restricted gaming licenses.
		Assembly Bill 4, effective August 1, 2003, changed the early payment discount rate from 3 percent to 0.5 percent.
		Senate Bill 373, effective October 1, 2003, changed the reporting requirements for shipments of liquor into Nevada by a common or contract carrier.
		Raised rates for beer to 16 cents per gallon; liquor up to 14 percent alcohol content, 75 cents per gallon; over 14 percent up to 22 percent alcohol content, \$1.30 per gallon and over 22 percent alcohol content to \$3.60 per gallon.

Liquor Tax Revenue (continued)

AMENDMENTS
(continued)

- | | |
|------|---|
| 2005 | <p>Assembly Bill 221, effective June 10, 2005, adds rectifiers to the definition of a supplier.</p> <p>Senate Bill 233, effective June 10, 2005, creates licensing requirements for Instructional Wine Making Facilities; limits the amount of wine produced per person to 60 gallons in a 12 month period; wine produced on the premises can only be used for household or personal use; and exempts Instructional Wine Making Facilities from the liquor excise tax.</p> <p>Senate Bill 457, effective June 17, 2005, revised provisions governing the storage and transfer of liquor between certain retail liquor stores; authorizes a wholesale dealer, supplier, retailer or retail liquor dealer to bring a civil action for certain violations relating to intoxicating liquor; requires sellers, servers and security personnel employed at an establishment where alcoholic beverages are sold to complete alcohol awareness training; and requires the Department of Taxation to impose administrative fines upon the owners or operators of certain establishments for violations relating to alcohol awareness training cards.</p> |
| 2008 | <p>Senate Bill 2 of the 25th Special Session temporarily reduced the early payment discount rate from 0.5 percent to 0.25 percent for the period beginning on January 1, 2009 and ending on June 30, 2009.</p> |
| 2009 | <p>Assembly Bill 432 of the 2009 Legislative Session provides that fines collected from establishments for alcohol awareness training violations are to be distributed 50% to Aid to Victims of Domestic Violence and 50% to community juvenile justice programs.</p> <p>Assembly Bill 552 removed the sunset date of June 30, 2009 for the discount rate.</p> |

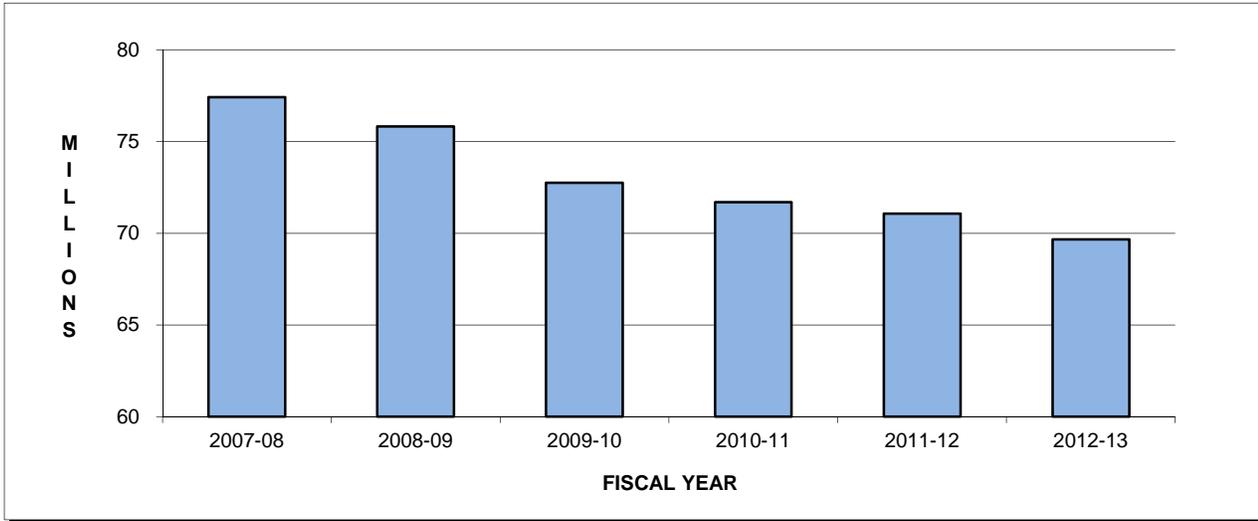
Liquor Tax Revenue (continued)

TRANSFER OF LIQUOR TAX REVENUE
TO CONSOLIDATED TAX
FISCAL YEAR 2012-13

COUNTY	TAX	% OF TOTAL
Carson City	\$ 69,919	0.16%
Churchill	31,347	0.07%
Clark	2,453,922	5.54%
Douglas	59,437	0.13%
Elko	62,181	0.14%
Esmeralda	1,029	0.00%
Eureka	2,487	0.01%
Humboldt	21,369	0.05%
Lander	7,468	0.02%
Lincoln	6,590	0.01%
Lyon	65,401	0.15%
Mineral	5,738	0.01%
Nye	55,512	0.13%
Pershing	8,539	0.02%
Storey	5,142	0.01%
Washoe	525,764	1.19%
White Pine	12,473	0.03%
TOTAL COUNTY TRANSFER	\$ 3,394,316	7.66%
Liquor Program Account	1,018,295	2.30%
State General Fund	39,884,376	89.96%
Alcoholic Beverage Awareness Program Fine		
Victims of Domestic Violence	18,166	0.04%
Community Juvenile Justice Program	18,166	0.04%
TOTAL	\$ 44,333,320	100.00%

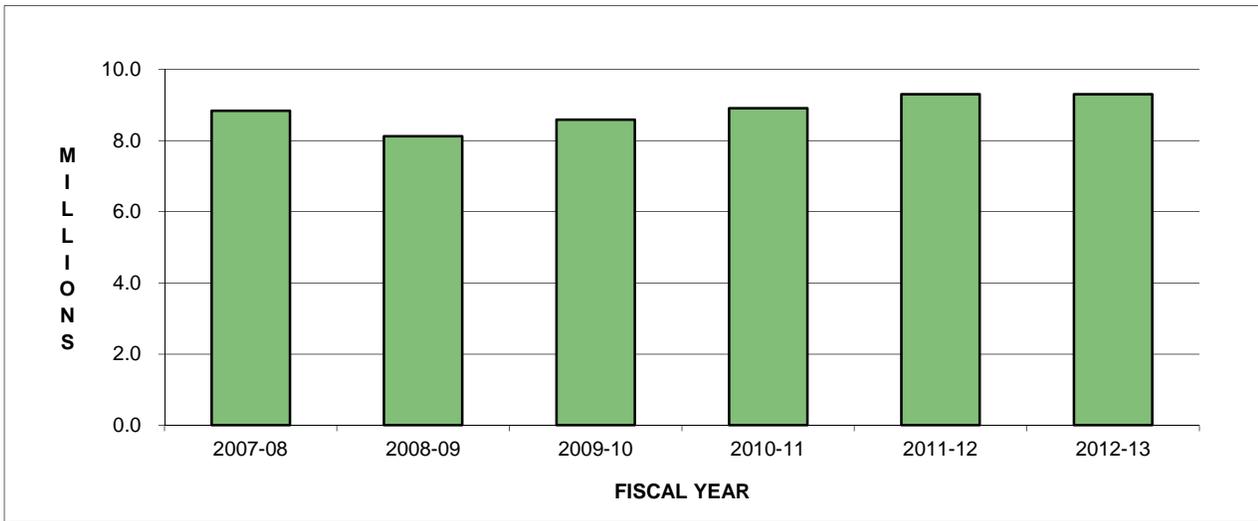
ALCOHOLIC BEVERAGE GROWTH

BEER - GALLONS



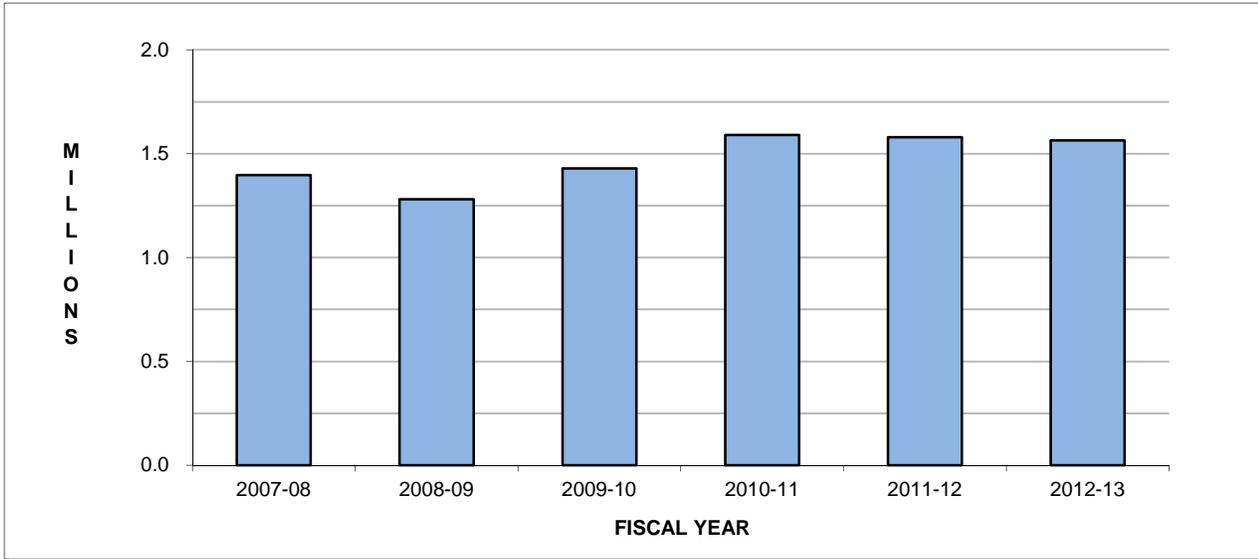
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2007-08	77,423,904	0.10%	2010-11	71,685,996	-1.46%
2008-09	75,818,448	-2.07%	2011-12	71,066,573	-0.86%
2009-10	72,748,860	-4.05%	2012-13	69,667,527	-1.97%

ALCOHOLIC BEVERAGES 0.50% TO 14% ALCOHOL CONTENT BY VOLUME - GALLONS



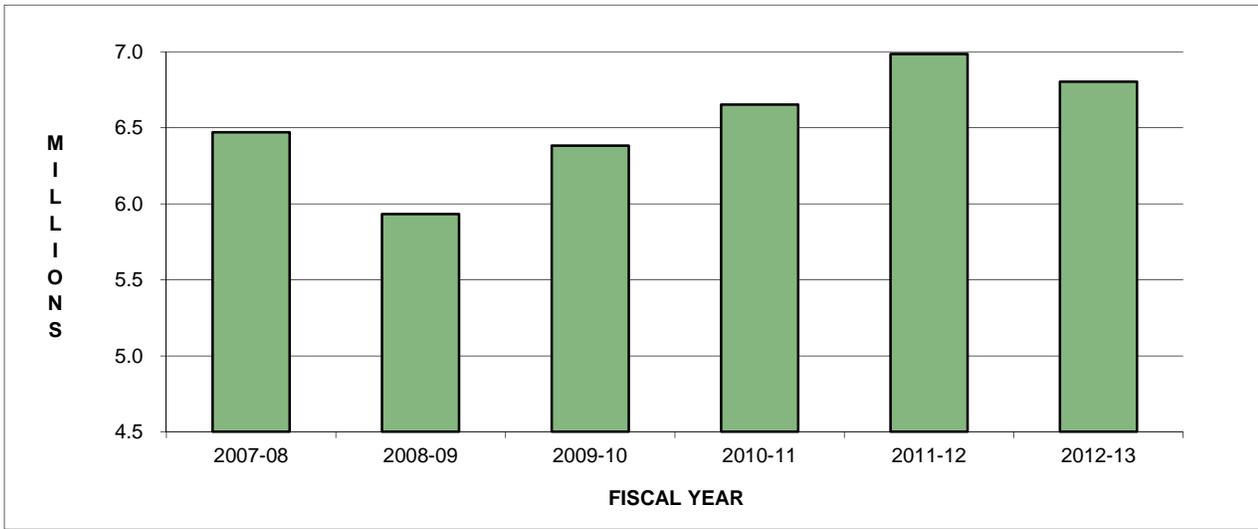
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2007-08	8,834,557	0.84%	2010-11	8,908,047	3.68%
2008-09	8,119,233	-8.10%	2011-12	9,301,086	4.41%
2009-10	8,591,790	5.82%	2012-13	9,304,461	0.04%

ALCOHOLIC BEVERAGES OVER 14% UP TO 22% ALCOHOL CONTENT BY VOLUME - GALLONS



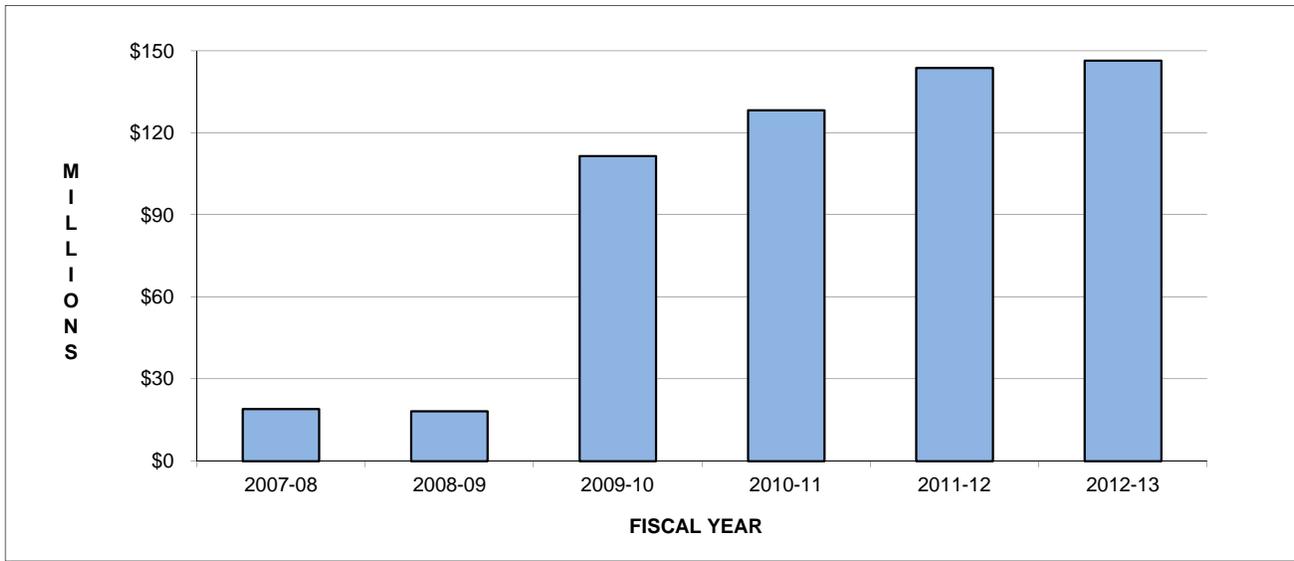
FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2007-08	1,397,638	9.95%	2010-11	1,589,900	11.24%
2008-09	1,281,127	-8.34%	2011-12	1,579,879	-0.63%
2009-10	1,429,308	11.57%	2012-13	1,563,835	-1.02%

ALCOHOLIC BEVERAGES OVER 22% ALCOHOL CONTENT BY VOLUME - GALLONS



FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	GALLONS	% CHANGE FROM PRIOR YEAR
2007-08	6,471,719	1.54%	2010-11	6,652,696	4.22%
2008-09	5,933,128	-8.32%	2011-12	6,985,790	5.01%
2009-10	6,383,442	7.59%	2012-13	6,804,994	-2.59%

LODGING TAX



FISCAL YEAR	TOURISM	GENERAL FUND	SCHOOL SUPPORT FUND	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 19,076,477	\$ -	\$ -	\$ 19,076,477	3.88%
2008-09	18,163,309	-	-	18,163,309	-4.79%
2009-10	13,842,014	97,671,733	-	111,513,747	513.95%
2010-11	15,636,505	112,567,350	-	128,203,856	14.97%
2011-12	17,318,898	-	126,448,499	143,767,397	12.14%
2012-13	17,645,471	-	128,724,715	146,370,186	1.81%

LEGAL CITATION

Chapter 244.3354 Nevada Revised Statutes.

IMPOSITION AND RATE

Tax on revenues from rental of transient lodging is imposed at the rate of at least 1 percent of the gross receipts. 3/8 of the first 1 percent of the gross receipts from the rental of transient lodging is paid to the Department of Taxation by the county fair and recreation boards or by the board of county commissioners in each county imposing a room tax. The county retains 5/8 of the first 1 percent for local promotion of tourism.

In counties with populations greater than 300,000, an additional tax of up to 3 percent on the rental of transient lodging is remitted to the Department of Taxation for distribution to the State Supplemental School Support Fund.

CURRENT DISTRIBUTION OF REVENUE

Proceeds of the tax are deposited by the Department with the State Treasurer for credit to the fund for the promotion of tourism and to the State Supplemental School Support Fund.

HISTORY

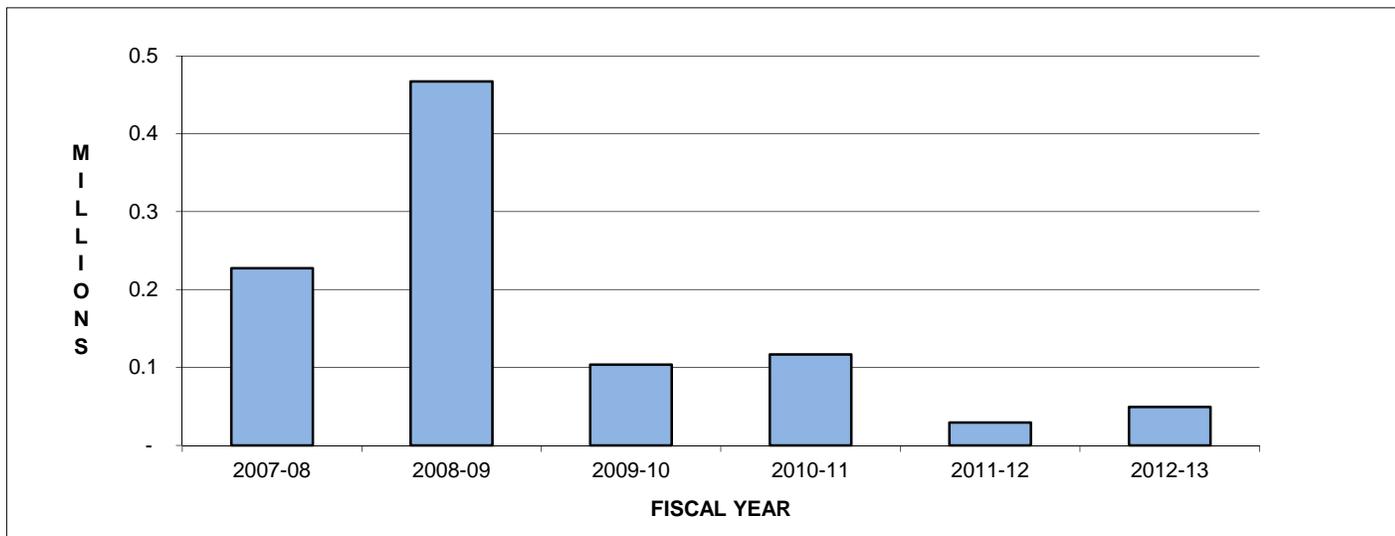
ORIGINALLY ENACTED

1983 session of State Legislature, effective May 9, 1983.

AMENDMENTS

Initiative Petition 1 (IP 1) of the 2009 Session of the State Legislature imposed an additional 3 percent tax in counties with populations greater than 300,000 for remittance to the State General Fund. If the lodging tax rate on July 31, 2008 was under 10 percent, an additional lodging tax rate of 3 percent will be imposed. If the lodging tax rate exceeded 10 percent on July 31, 2008, the tax imposed is at a rate equal to the difference between 13 percent and the sum of the rates of the existing taxes. Any increase in the rate of an existing tax after July 31, 2008 does not reduce the rate of the tax imposed under IP 1. As of July 1, 2011 the additional percentage imposed by IP 1 is deposited into the State Supplement School Support Fund.

ESTATE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 227,497	-88.97%	2010-11	\$ 116,964	12.75%
2008-09	466,994	105.27%	2011-12	29,239	-75.00%
2009-10	103,739	-77.79%	2012-13	49,573	69.55%

The credit allowable against the federal estate tax for the payment of State death taxes is being phased out by the Internal Revenue Service and will no longer apply on deaths occurring after December 31, 2004. Nevada estate tax is based solely on this credit.

LEGAL CITATION

Chapter 375A Nevada Revised Statutes.

HISTORY

ORIGINALLY ENACTED

1987 session of State Legislature, effective March 13, 1987.

IMPOSITION

A tax imposed on the transfer of the taxable estate of a decedent who has property located in Nevada at the time of death in the amount of the maximum credit allowable against the federal estate tax for the payment of State death taxes.

CURRENT DISTRIBUTION OF REVENUE

The money in the estate tax account may only be disbursed as authorized by the Legislature. The legislatively approved distribution of estate tax receipts is as follows:

1. Transfer of an amount to the Department to reimburse the cost to administer the tax.
2. Five percent of the tax receipts held for reserve, to refund any overpayments of the tax.
3. Fifty percent of the remaining proceeds of the tax to the University and Community College System Endowment Fund.
4. Fifty percent of the remaining proceeds of the tax to the Department of Education to the fund for class-size reduction.

Estate Tax (continued)

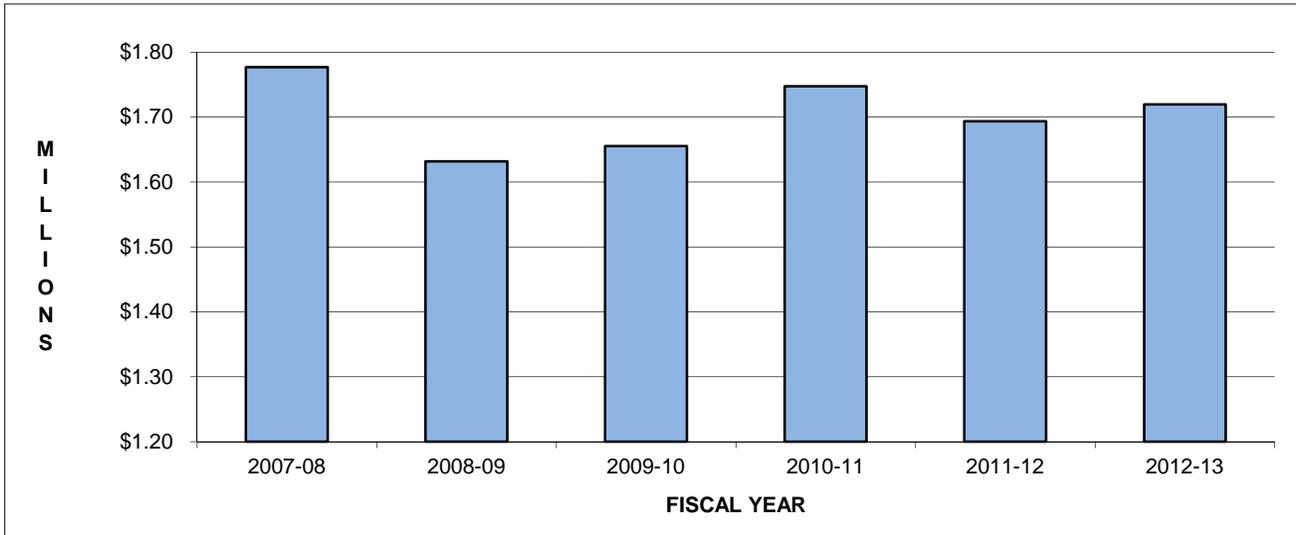
DISTRIBUTION OF ESTATE TAX REVENUE
FISCAL YEAR 2012-13

Department of Taxation administrative costs	\$	-
Reserve for refunds		49,573
Department of Education: Trust Fund for the Education of Pupils		-
University of Nevada System Endowment Fund		-
TOTAL	\$	<u>49,573</u>

ESTATE TAX RESERVE FOR REFUNDS

Beginning balance brought forward July 1, 2012	\$	99,719
Estate tax receipts - Reserve for refunds Fiscal Year 2013		49,573
Balance available	\$	<u>149,292</u>
Less: Refunds issued Fiscal Year 2013		-
Ending Balance at June 30, 2013	\$	<u>149,292</u>

TIRE TAX



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 1,776,653	6.44%
2008-09	1,631,512	-8.17%
2009-10	1,655,033	1.44%
2010-11	1,747,248	5.57%
2011-12	1,693,257	-3.09%
2012-13	1,719,514	1.55%

LEGAL CITATION

Chapter 444A Nevada Revised Statutes.

IMPOSITION AND RATE

A tax imposed on the retail sale of a new tire at the rate of \$1.00 per tire. The tax is collected from the purchaser by the seller at the time of sale in addition to applicable sales taxes; 95 percent of the tax is remitted to the Department; 5 percent is retained by the seller to cover their related administrative costs.

CURRENT DISTRIBUTION OF REVENUE

The revenue collected by the Department is deposited for credit to the solid waste management account in the State General Fund. The State Controller distributes quarterly as follows: 0.5 percent, Department of Taxation; 44.5 percent State Department of Conservation and Natural Resources; 30 percent Clark County District Board of Health; and 25 percent Washoe County District Board of Health.

HISTORY

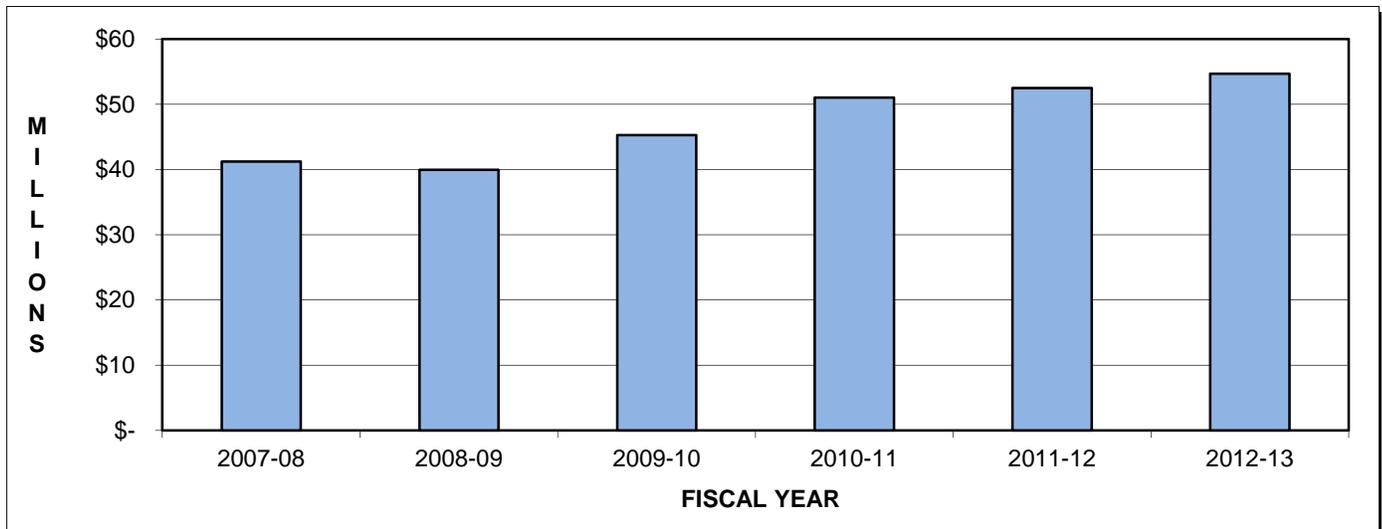
ORIGINALLY ENACTED

1991 Session of the State Legislature.

AMENDMENT

1993 Session of the State Legislature, per Senate Bill 197 and Assembly Bill 386; transferred the function of tax collection to the Department of Taxation from the Department of Conservation and Natural Resources and provided for the change to the current distribution.

GOVERNMENT SERVICES FEE



FISCAL YEAR	TOTAL COLLECTIONS	% CHANGE FROM PRIOR YEAR
2007-08	\$ 41,204,834	6.85%
2008-09	39,927,181	-3.10%
2009-10	45,258,487	13.35%
2010-11	51,039,985	12.77%
2011-12	52,509,571	2.88%
2012-13	54,694,426	4.16%

LEGAL CITATION

Chapter 244A and Chapter 482 Nevada Revised Statutes.

IMPOSITION AND RATE

A fee imposed on the short-term lease of passenger vehicles. The fee is 10 percent of lease charges. Fees are due on a quarterly basis.

Effective April 1, 2004 Washoe County imposed a fee at the rate of 2 percent of lease charges with 0.25 percent of that amount going to the Department of Taxation for Collection allowance.

Effective July 1, 2005 Clark County imposed a fee at the rate of 2 percent of lease charges with 0.10 percent of that amount going to the Department of Taxation for Collection allowance.

CURRENT DISTRIBUTION OF REVENUE

State General Fund, State Highway Fund, Washoe County and Clark Cour

HISTORY

ORIGINALLY ENACTED

1993 Session of the State Legislature, effective July 9, 1993.

AMENDMENTS

1997 Assembly Bill 388, effective July 1, 1997 effectively transferred the responsibility for the collection of the short-term lease fees from the Department of Motor Vehicles and Public Safety to the Department of Taxation.

2001 Assembly Bill 460, effective January 1, 2002 changed Short Term Lessor Fee to Government Services Fee. The filing of returns was changed from annual to quarterly reporting. The credit previously allowed for vehicle licensing fees and tax was removed, and a Recovery Surcharge Fee of up to 3.5% of lease amount was added to allow lessors to recover the cost of fees and taxes.

Government Services Fee (continued)

AMENDMENTS (continued)	2003	Senate Bill 497 effective June 10, 2003, authorized the county commissioners of a county whose population is 100,000 or more, but less than 400,000 (Washoe County only) to impose a fee of up to 2% of the lease of certain passenger cars by a short-term lessor. The bill also increased the recovery surcharge from 3.5% to an amount not to exceed 4% of the total amount for which the passenger car was leased.
		Assembly Bill 16, effective July 1, 2003, authorizes the county commissioners of a county whose population is 400,000 or more (Clark County only) to impose a fee of up to 2% on the lease of certain passenger cars by a short-term lessor.
	2007	Assembly Bill 595 effective October 1, 2007, requires one-quarter of the Short- Term Lessor Recovery Surcharge to be allocated to the Highway Construction Fund.
	2008 25th Special Session	Senate Bill 2 was effective from January 1, 2009 through June 30, 2009. It required an additional one-quarter of the Short-Term Lessor Recovery Surcharge to be allocated to the General Fund.
	2009	Senate Bill 234, effective October 1, 2009 changes the Governmental Services Fee from 6% to 10%, with one tenth of this amount or 1% being allocated to the State Highway Fund.
	2011	Assembly Bill 561, effective July 1, 2011 eliminates the distribution to the State Highway Fund.

DISTRIBUTION OF GOVERNMENT SERVICES FEE

<u>FISCAL YEAR</u>	<u>HIGHWAY FUND</u>	<u>GENERAL FUND</u>	<u>WASHOE COUNTY</u>	<u>CLARK COUNTY</u>	<u>COLLECTION ALLOWANCE</u>	<u>TOTAL COLLECTIONS</u>
2007-08	\$ 2,862,860	\$ 29,792,195	\$ 1,112,154	\$ 7,427,403	\$ 10,222	\$ 41,204,834
2008-09	3,425,965	27,519,622	1,535,546	7,434,745	11,303	39,927,181
2009-10	3,890,026	33,579,292	1,147,437	6,632,218	9,515	45,258,487
2010-11	4,264,784	38,600,630	1,256,238	6,908,270	10,064	51,039,985
2011-12	17,424	44,499,016	1,152,133	6,831,272	9,726	52,509,571
2012-13	(17,742)	45,753,454	1,196,251	7,751,662	10,802	54,694,426

LOCAL GOVERNMENT SERVICES DIVISION

The Local Government Services Division (LGS) is responsible for administering and overseeing various property tax programs and providing oversight to the financial administration of local governments. LGS consists of six (6) sections as follows:

Centrally Assessed Properties Section

Under the authority of NRS 361.320, the Centrally Assessed Properties Section is responsible for the valuation, assessment, collection and distribution of ad valorem ("according to value") taxes related to property of an interstate or inter-county nature. Approximately 394 interstate or inter-county properties owned by airlines, railroads, telecommunications, electric power, gas pipeline, private carlines and water companies are valued by the Centrally Assessed Properties Section.

In addition, the real and personal property associated with mines is valued by the Centrally Assessed Properties Section pursuant to NRS 362.100(1)(b). Approximately 43 secured mining property valuations and 142 unsecured mining property valuations are then transmitted to county assessors for property tax assessment and collection.

Centrally Assessed Properties is also responsible for the administration of the Net Proceeds of Minerals Tax under the authority granted in NRS 362.100. Every person extracting any mineral is required to file a statement showing the gross yield, royalties paid and claimed net proceeds from each geographically separate operation where a mineral is extracted. The Centrally Assessed Properties Section reviews the reported information and computes taxes due. There are approximately 68 net proceeds operators, 102 Operating Mines and 445 royalty recipients currently reporting to Taxation. The real and personal property associated with mines is valued by the Centrally Assessed Properties Section pursuant to NRS 362.100(1)(b).

The Centrally Assessed Properties Section also collects and distributes the Net Proceeds of Minerals Tax and the property tax from interstate or inter-county properties to the counties.

Local Government Finance Section

The Local Government Finance Section provides oversight of the financial administration of approximately 265 Nevada local governments. Statutory authority for this function is found in NRS Chapters 350 - Municipal Obligations, and 354 - Local Financial Administration. The local government finance staff reviews and approves the budgets of all local governments within the state and monitors budgetary and financial information throughout the fiscal year. In addition to these duties, the section provides ad valorem (property) tax revenue rate regulation, provides oversight of local government debt management and evaluates financing proposals submitted by local governments.

When the Nevada Tax Commission (NTC) declares a local entity in severe financial difficulty, the Local Government Finance Section also provides management oversight and, in extreme cases, provides financial administration. No local governments are currently designated as in severe financial emergency.

Locally Assessed Properties Section

The Locally Assessed Properties Section oversees and monitors the quality of assessments performed by county assessors. Staff appraisers conduct appraisal ratio studies to determine the ratio of the assessed value of property to the taxable value of the property in each county of the State every third year (NRS 361.333). In addition to reporting on the assessment level and uniformity within each county, the Locally Assessed Properties Section conducts performance audits and reviews assessment policies, procedures and methods used within each county to ensure proper methods and procedures are developed and maintained. The staff analyzes and publishes improvement factors to be applied to non-reappraised properties, the level of exemption for personal property tax bills, and prepares special studies requested by the Nevada Tax Commission.

This section establishes, for assessment purposes, the valuation of: agricultural land (NRS 361a.140); mobile homes (NRS 361.325); and personal property (NRS 361.227). The Department provides guidance in the implementation of the property tax abatement program adopted by the Nevada State Legislature in 2005.

Local Government Services Division (continued)

Locally Assessed Properties Section (continued)

In addition, this section assists county assessors in valuing property upon request or upon the direction of the NTC (NRS 360.215 (8)). If the NTC finds property in a county to be assessed outside the guidelines of the ratio studies, it may call upon the section to implement a reappraisal program (NRS 361.333 (5c)). This section also provides training to Assessors through classes and webinars.

Audit Section

The Audit Section conducts audits of the records of county recorders and county treasurers to ensure the real property transfer tax is collected fairly and equitably with all claims for exemption in compliance with NRS 375.090.

The section discovers, researches, and distributes information to the county recorders with regard to applying exemptions and requirements for supporting documentation, monitors all remittances submitted pursuant to NRS 375.023 and NRS 375.070, and reconciles the remittances to county recorder reports.

In addition, the Section designs, plans, and conducts performance audits of county officials with regard to the administration of the property tax, including a variety of topics such as the methodology used to establish value for taxable property, the application of exemptions and abatements, and the collection and distribution of the property tax.

Pursuant to NRS 362.200, the Audit Section also conducts financial audits of taxpayers reporting net proceeds of minerals tax.

Publications and Education Section

The Publications and Education Section serves as staff to the Appraiser Certification Board. The Section conducts appraiser certification testing required by NRS 361.221. Staff also maintains all continuing education transcripts for all property tax appraisers in the state.

The Section also produces all the major publications issued by the Division, including the ratio study, personal property manual, rural building manual and many other publications. The Section also develops and maintains all the data bases used by other sections in the Division.

Boards and Commissions

The Appraiser Certification Board (ACB) is an appointed board established to advise the Department of Taxation on matters pertaining to certification and continuing education of all appraisers certified for tax purposes. The staff tracks and maintains a database of all County Appraisers' continuing education credits.

The Committee on Local Government Finance (CLGF) is an eleven member appointed board authorized by NRS 354 to advise the Department of Taxation on matters affecting local governments and their finances. The staff prepares and delivers reports on the financial condition of local governments, and drafts regulations on local government finance topics for adoption by CLGF.

The Mining Oversight and Accountability Commission (MOAC) The staff arranges meetings for the Commission to review compliance issues of various state agencies with regard to the mining industry and prepares reports regarding the net proceeds of minerals tax. The MOAC was created by Senate Bill 493 of the 2011 Session of the Nevada Legislature.

The Nevada Tax Commission (NTC) The staff prepares a variety of publications regarding property tax assessment which must be approved by the Commission. In addition, staff maintains case files from appeals of abatement determinations by County Assessors and also prepares case files and makes recommendations for appeals of decisions of penalty and interest waivers by County Treasurers and Assessors. Staff also drafts regulations clarifying statutes in NRS Chapters 360, 361, 361A, 362 and 375.

The State Board of Equalization (SBE) hears and determines all appeals from action of county boards of equalization. The SBE also hears and determines direct appeals from valuations of the Nevada Tax Commission. The staff prepares all hearing notices, case files and decision letters.

CERTIFICATION OF PROPERTY TAX APPRAISERS

All persons who are employees of or independent contractors for the State or any of its political subdivisions and who perform the duties of an appraiser for tax purposes must hold a valid appraiser certificate issued by the Department of Taxation.

The Department issues an appraiser certificate to any person who has successfully passed the appropriate certification exam. Persons holding a professional designation may be able to waive taking certain portions of the exam.

Each person who holds an appraiser certificate must complete 36 contact hours of appropriate training in each succeeding fiscal year following certification. The 36 hour training requirement is waived for persons who either have accumulated 180 contact hours or hold a professional designation. These persons must complete 36 contact hours during every five year period thereafter.

Newly employed appraisers are issued a temporary certificate which expires two years following the employee's date of hire or upon successful completion of the appraiser certification exam, whichever occurs first. The temporary certificate is not renewable.

NUMBER OF CERTIFIED APPRAISERS - JUNE 2013				
JURISDICTIONS	REAL PROPERTY	PERSONAL PROPERTY	REAL AND PERSONAL PROPERTY	TEMPORARY CERTIFICATIONS
Department of Taxation	1	0	10	9
Carson City	0	1	5	0
Churchill	3	2	1	0
Clark	1	1	50	0
Douglas	1	0	5	0
Elko	1	1	5	2
Esmeralda	0	0	1	0
Eureka	2	1	0	0
Humboldt	4	1	0	0
Lander	0	1	1	0
Lincoln	0	0	3	0
Lyon	3	0	4	0
Mineral	0	0	2	1
Nye	1	1	3	0
Pershing	0	0	2	0
Storey	0	0	2	0
Washoe	2	0	23	1
White Pine	3	0	1	1
Independent Contractors	0	1	0	0
TOTAL	22	10	118	14

STATE BOARD OF EQUALIZATION

2012-13 SUMMARY OF TRANSACTIONS* - SECURED PROPERTY VALUATIONS

The State Board of Equalization hears and determines appeals from action of county boards of equalization. The State Board also hears and determines direct appeals from valuations of the Nevada Tax Commission, agricultural conversion, exemptions and other types of appeals. The Division of Assessment Standards is responsible for coordinating meetings of the State Board of Equalization.

Other responsibilities of the State Board of Equalization include equalizing property valuations in the State, by reviewing the tax rolls of the various counties as equalized by the county boards of equalization. If necessary, the State Board adjusts the valuations thereon in order to equalize property tax values.

SECURED 2012-13												
COUNTY	TOTAL	Taxpayer Petition Granted	Taxpayer Petition Denied	Assessor Petition Granted	Assessor Petition Denied	Equalization Order	Heard No Jurisdiction	No Changes		Decisions by State Board of Equalization	Changes	
								Not Heard Withdrawn	Continuances		Net Increase	Net Decrease
Carson City	9	2	3				-	4	-	5	-	522,197
Churchill	1	-	1				-	-	-	1	-	-
Clark	252	45	86	13	7	1	40	48	12	204	22,727,619	12,507,690
Douglas	2	1	-				-	1	-	1	-	12,250
Elko	-	-	-	-	-	-	-	-	-	-	-	-
Esmeralda	3	-	2				1	-	-	3	-	-
Eureka	-	-	-	-	-	-	-	-	-	-	-	-
Humboldt	-	-	-	-	-	-	-	-	-	-	-	-
Lander	-	-	-	-	-	-	-	-	-	-	-	-
Lincoln	-	-	-	-	-	-	-	-	-	-	-	-
Lyon	1	-	-				-	1	-	-	-	-
Mineral	-	-	-	-	-	-	-	-	-	-	-	-
Nye	4	1	2				1	-	-	4	-	5,298
Pershing	-	-	-	-	-	-	-	-	-	-	-	-
Storey	4	3	1				-	-	-	4	-	939,989
Washoe	61	15	19	-	-	1	5	21	-	40	-	6,151,505
White Pine	-	-	-	-	-	-	-	-	-	-	-	-
TOTALS	337	67	114	13	7	2	47	75	12	262	22,727,619	20,138,929
Centrally Assessed Unitary	-	-	-	-	-	-	-	-	-	-	-	-
Cases continued from prior years	21	-	-	-	-	-	-	-	21	-	-	-
GRAND TOTAL	358	67	114	13	7	2	47	75	33	262	22,727,619	20,138,929

NET IMPACT of All Decisions

2,588,690

* Note: The principal difference between Secured and Unsecured tax rolls is related to the levy of the tax.

Pursuant to NRS 361.450, every tax levied is a perpetual lien against the property assessed until the tax and any penalty charges and interest which may accrue are paid. The lien attaches on July 1 each year, upon all [real] property within the county.

**STATE BOARD OF EQUALIZATION
2012-13 SUMMARY OF TRANSACTIONS* - UNSECURED PROPERTY VALUATIONS**

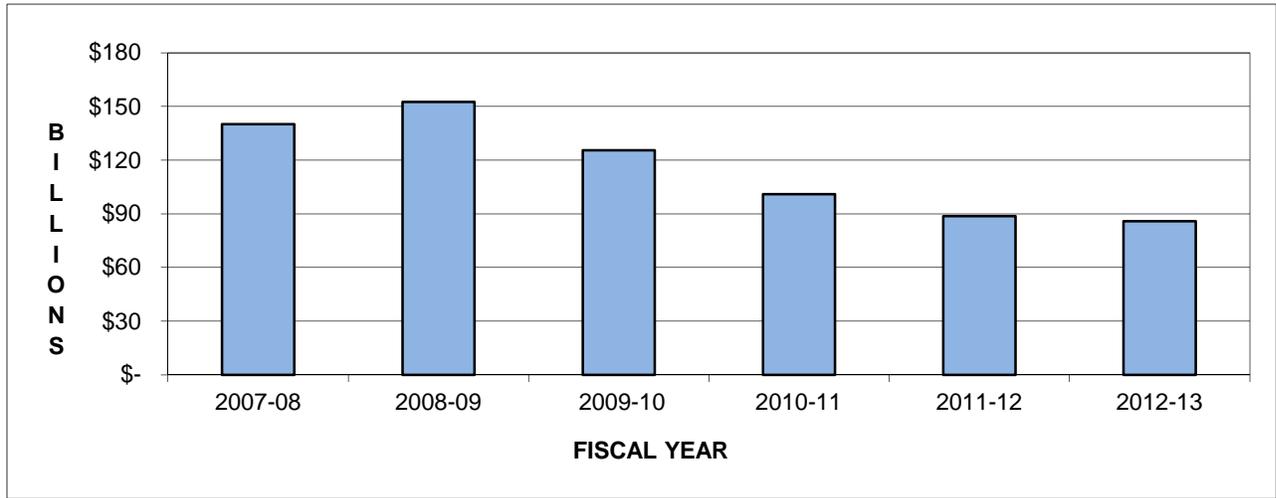
COUNTY	TOTAL	No Changes					Changes					
		Heard No Jurisdiction	Not Heard Withdrawn	Continuances	Taxpayer Petition Denied	Assessor Petition Denied	Taxpayer Petition Granted	Assessor Petition Granted	Equalization Order	Net Increase	Net Decrease	
Carson City	-	-	-	-	-	-	-	-	-	-	-	-
Churchill	-	-	-	-	-	-	-	-	-	-	-	-
Clark	38	1	19	-	-	15	3	-	-	-	-	3,018,332
Douglas	-	-	-	-	-	-	-	-	-	-	-	-
Elko	-	-	-	-	-	-	-	-	-	-	-	-
Esmeralda	-	-	-	-	-	-	-	-	-	-	-	-
Eureka	-	-	-	-	-	-	-	-	-	-	-	-
Humboldt	-	-	-	-	-	-	-	-	-	-	-	-
Lander	-	-	-	-	-	-	-	-	-	-	-	-
Lincoln	-	-	-	-	-	-	-	-	-	-	-	-
Lyon	1	-	1	-	-	-	-	-	-	-	-	-
Mineral	-	-	-	-	-	-	-	-	-	-	-	-
Nye	-	-	-	-	-	-	-	-	-	-	-	-
Pershing	-	-	-	-	-	-	-	-	-	-	-	-
Storey	-	-	-	-	-	-	-	-	-	-	-	-
Washoe	9	1	4	-	3	-	1	-	-	2,701	-	-
White Pine	-	-	-	-	-	-	-	-	-	-	-	-
TOTALS	48	2	24	-	3	15	4	-	-	2,701	3,018,332	
<i>Centrally Assessed Unitary</i>	-	-	-	-	-	-	-	-	-	-	-	-
	1	-	1	-	-	-	-	-	-	-	-	-
<i>Dept - Mines Net Proceeds of Mines</i>	2	-	-	-	-	-	2	-	-	-	20,480,270	
	12	1	1	-	5	-	1	4	-	86,028	8,929,212	
Cases continued from prior years	-	-	-	-	-	-	-	-	-	-	-	-
GRAND TOTAL	63	3	26	-	8	15	7	4	-	88,729	32,427,814	

NET IMPACT of All Decisions (32,339,085)

* Note: The principal difference between Secured and Unsecured tax rolls is related to the levy of the tax. Pursuant to NRS 361.450, every tax levied is a perpetual lien against the property assessed until the tax and any penalty charges and interest which may accrue are paid. The lien attaches on July 1 each year, upon all [real] property within the county.

ASSESSED VALUATIONS

TOTAL NET ASSESSED VALUATION STATEWIDE



FISCAL YEAR	VALUATION	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	VALUATION	% CHANGE FROM PRIOR YEAR
2007-08	\$ 140,146,163,395	16.1%	2010-11	\$ 100,905,585,402	-19.6%
2008-09	152,562,720,542	8.9%	2011-12	88,774,844,097	-12.0%
2009-10	125,545,791,522	-17.7%	2012-13	85,818,322,970	-3.3%

RATIO STUDY

Under NRS 361.333, the Nevada Tax Commission is obligated to equalize property under its jurisdiction. Equalization is the process by which the Commission ensures "that all property subject to taxation within the county has been assessed as required by law." There are two types of information which the Commission considers to determine whether property has been assessed equitably. The first type of information comes from a ratio study, which is a statistical analysis designed to study the level and uniformity of the assessments. The second type of information comes from a performance audit which is designed to fulfill the requirements of NRS 361.333(1)(b)(2). The performance audit examines the work practices of the assessor to determine whether all property is being assessed in a correct and timely manner.

In addition, the State Board of Equalization is required to equalize property valuations in the state pursuant to NRS 361.395. The State Board also uses the information on county tax rolls and the Department's ratio study to determine if inter-county equalization is necessary (see page 63 for information regarding the amount of valuation increases or decreases as a result of equalization orders).

Assessed Valuations (continued)

ASSESSED VALUATION BY PROPERTY CLASSES BEFORE EXEMPTIONS				
	FISCAL YEAR 2011-12 VALUATION	PERCENT OF TOTAL VALUATION	FISCAL YEAR 2012-13 VALUATION	PERCENT OF TOTAL VALUATION
* RURAL LANDS	\$ 121,735,029	0.107%	\$ 123,331,039	0.118%
RURAL LANDS - IMPROVEMENTS	158,531,227	0.140%	162,070,024	0.154%
FARM EQUIPMENT & MACHINERY	31,425,275	0.033%	36,516,663	0.030%
URBAN PROPERTY - LAND	32,028,066,516	39.222%	28,193,528,705	31.035%
URBAN PROPERTY-IMPROVEMENTS	57,709,169,716	50.648%	57,145,020,360	55.920%
OTHER PERSONAL PROPERTY	1,379,842,516	1.268%	595,383,436	1.337%
PUBLIC UTILITIES	4,869,189,278	3.529%	4,488,522,856	4.718%
AIRPLANES	215,946,946	0.266%	326,575,092	0.209%
BILLBOARDS	33,892,738	0.029%	42,591,167	0.033%
OPEN SPACE	67,691,025	0.123%	104,811,007	0.066%
MILL & MINE IMPROVEMENTS	1,201,542,413	1.084%	1,370,171,488	1.164%
MINING EQUIPMENT & MACHINERY	730,964,958	0.676%	884,185,909	0.708%
MOBILE HOMES	191,363,250	0.189%	190,756,228	0.185%
NET PROCEEDS OF MINES	4,364,454,971	2.594%	5,038,580,874	4.229%
PATENTED MINE CLAIMS	94,838,603	0.086%	109,263,358	0.092%
OIL & GAS LEASES	1,672,436	0.004%	3,724,644	0.002%
TOTAL	\$ 103,200,326,897	100.000%	\$ 98,815,032,850	100.000%

*Based upon agricultural use assessment according to NRS 361A.

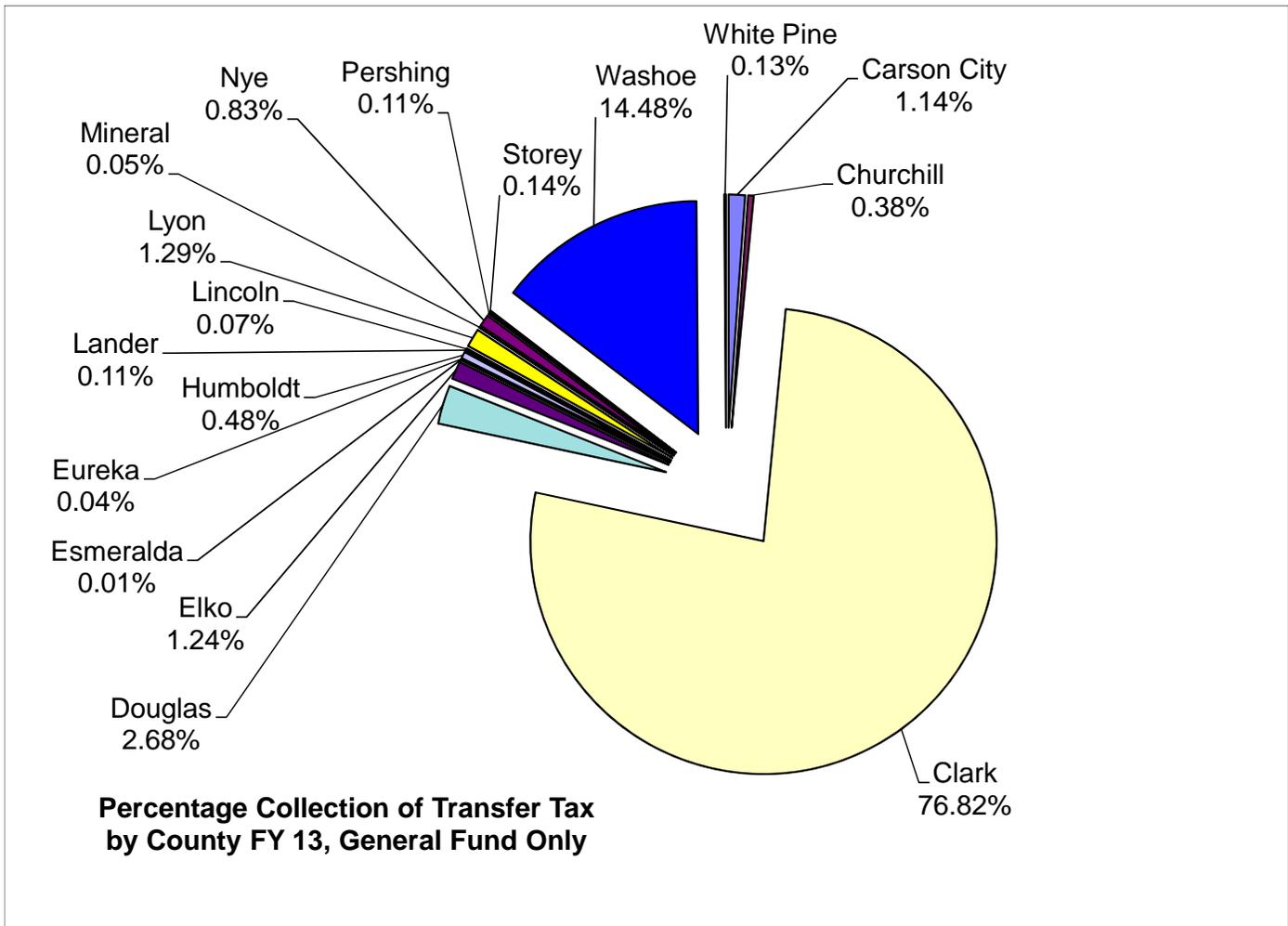
ASSESSED VALUATION BY COUNTIES AFTER EXEMPTIONS				
COUNTY	FISCAL YEAR 2011-12 VALUATION	FISCAL YEAR 2012-13 VALUATION	CHANGE	PERCENT CHANGE
CARSON CITY	\$ 1,561,480,355	\$ 1,383,781,859	\$ (177,698,496)	-11.38%
CHURCHILL	732,377,954	675,995,501	(56,382,453)	-7.70%
CLARK	59,248,759,936	56,036,275,214	(3,212,484,722)	-5.42%
DOUGLAS	2,836,572,309	2,769,609,619	(66,962,690)	-2.36%
ELKO	1,732,966,344	1,586,948,699	(146,017,645)	-8.43%
ESMERALDA	55,757,084	82,378,518	26,621,434	47.75%
EUREKA	1,887,851,810	2,454,237,064	566,385,254	30.00%
HUMBOLDT	1,279,559,873	1,392,587,221	113,027,348	8.83%
LANDER	2,241,508,488	2,365,242,147	123,733,659	5.52%
LINCOLN	209,099,416	227,756,706	18,657,290	8.92%
LYON	1,324,583,109	1,219,203,006	(105,380,103)	-7.96%
MINERAL	142,498,861	199,269,491	56,770,630	39.84%
NYE	1,298,823,769	1,618,050,706	319,226,937	24.58%
PERSHING	243,280,571	362,414,927	119,134,356	48.97%
STOREY	528,476,467	430,602,831	(97,873,636)	-18.52%
WASHOE	12,979,680,397	12,402,951,989	(576,728,408)	-4.44%
WHITE PINE	471,567,354	611,017,472	139,450,118	29.57%
TOTAL	\$ 88,774,844,097	\$ 85,818,322,970	\$ (2,956,521,127)	-3.33%

The above totals may not reflect final State Board of Equalization changes for either fiscal year.

Lower assessed values reflect across-the-board reductions by assessors for decline in market values, particularly for urban land.

Higher assessed values reflect large increases in Net Proceeds for mining counties.

REAL PROPERTY TRANSFER TAX



LEGAL CITATION

Chapter 375.023 - 375.026 Nevada Revised Statutes.

IMPOSITION AND RATE

\$1.95 on each \$500 of value, or fraction thereof, on transfer of real property, except in Churchill and Washoe counties which impose \$2.05 and Clark county which imposes \$2.55 on each \$500 of value, or fraction thereof.

CURRENT DISTRIBUTION OF REVENUE

\$1.30 to the State General Fund, \$0.55 to Consolidated Tax, and \$0.10 to the Account for Low Income Housing. In addition to this, Churchill and Washoe counties distribute an additional \$0.10 for the Local Government Tax Act and Clark county distributes an additional \$.60 for the School District.

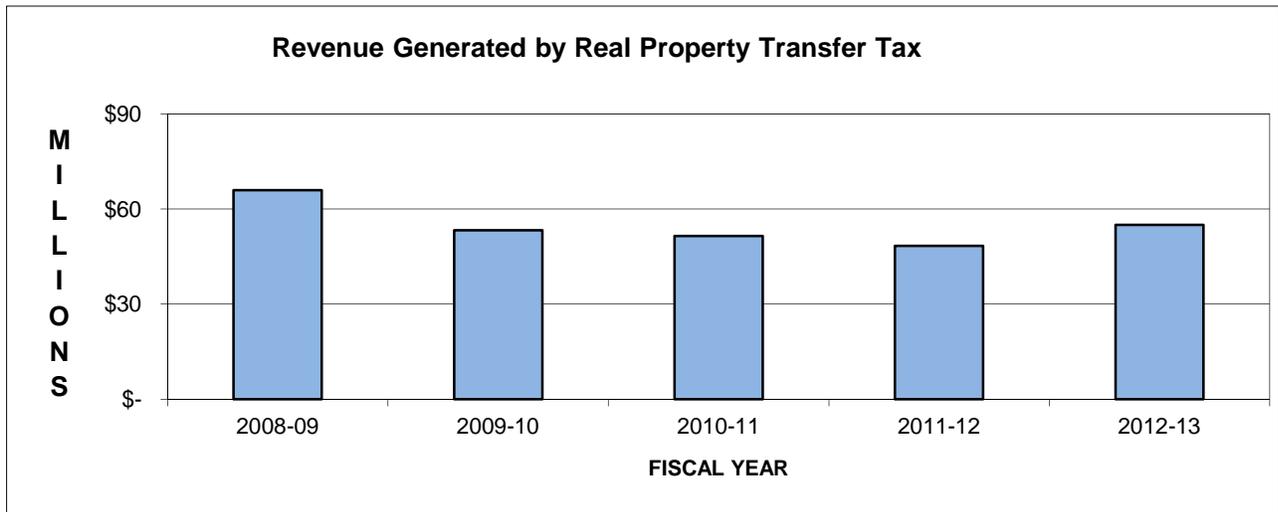
ORIGINALLY ENACTED

Added to NRS in 1967.

REVISED TO INCLUDE STATE GENERAL FUND

2003 Special Session of State Legislature, effective October 1, 2003.

Real Property Transfer Tax (continued)



Fiscal Year	Collections	% Change from Prior Year
2008-09	\$ 65,922,452	-23.24%
2009-10	53,315,435	-19.12%
2010-11	51,552,368	-3.31%
2011-12	48,373,678	-6.17%
2012-13	54,989,831	13.68%

Note: Collections reflected in this chart only include distributions to the State's General Fund.

**General Fund Collected for Each Quarter
FISCAL YEAR 2013**

	July - Sept 12 1st Quarter	Oct - Dec 12 2nd Quarter	Jan - Mar 13 3rd Quarter	April - June 13 4th Quarter
	General Fund	General Fund	General Fund	General Fund
Carson City	\$ 165,471	\$ 114,485	\$ 100,296	\$ 247,296
Churchill	39,085	62,293	42,263	65,515
Clark	8,670,187	11,785,924	8,699,033	13,091,849
Douglas	325,761	359,030	369,691	422,016
Elko	184,334	161,147	126,892	212,238
Esmeralda	1,224	1,416	1,081	2,044
Eureka	5,539	5,668	4,130	4,234
Humboldt	64,654	73,005	63,443	60,356
Lander	7,573	24,874	13,309	14,399
Lincoln	7,075	6,284	9,510	16,050
Lyon	146,327	183,176	160,477	218,872
Mineral	6,529	6,619	6,271	7,715
Nye	110,540	99,962	99,780	144,710
Pershing	16,481	16,453	13,846	12,425
Storey	20,964	16,936	19,928	16,461
Washoe	2,114,385	1,943,671	1,750,016	2,153,223
White Pine	15,463	24,533	12,228	21,167
TOTAL FOR QUARTER	\$ 11,901,592	\$ 14,885,477	\$ 11,492,192	\$ 16,710,570
CUMULATIVE BY QUARTER	\$ 11,901,592	\$ 26,787,069	\$ 38,279,261	\$ 54,989,831

NET PROCEEDS OF MINERALS

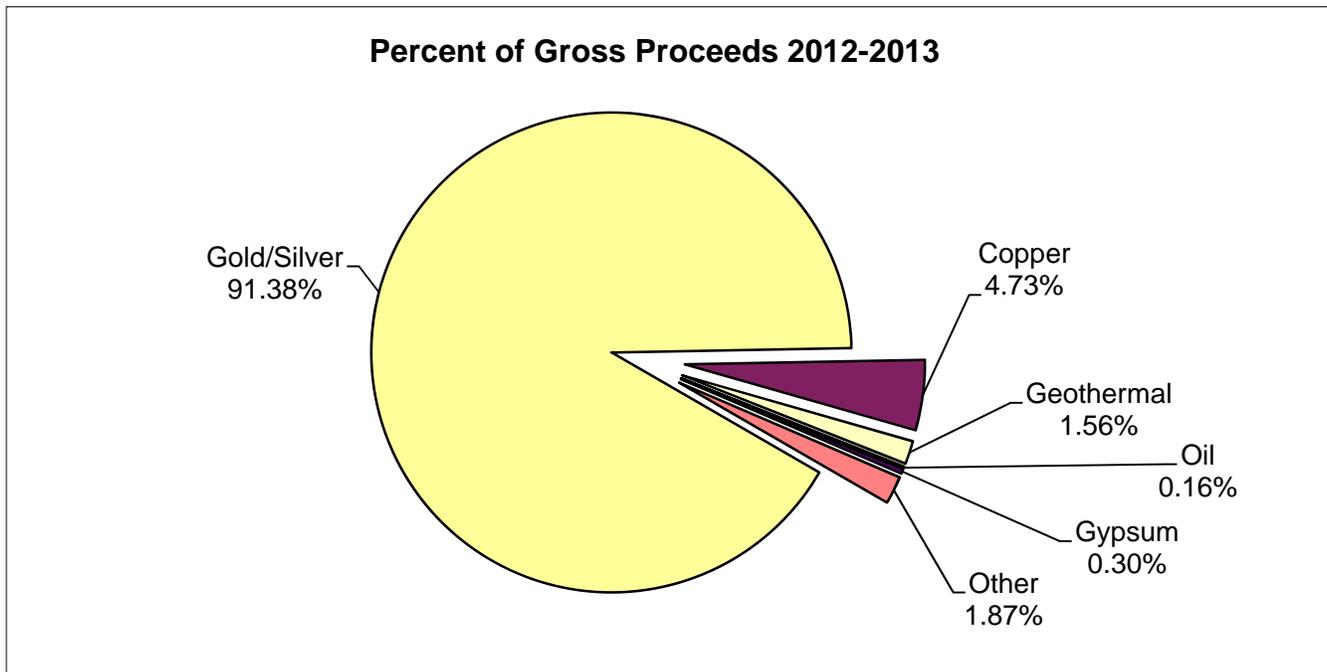
The Nevada Department of Taxation determines the tax on the net proceeds of minerals pursuant to NRS Chapter 362. Producers annually report the gross yield of each separate extractive operation as well as expenses related to the extraction, processing, transportation, and marketing of the mineral. Royalty recipients report only the amount of royalties received. The Department calculates the net proceeds by deducting allowable expenses from the gross yield.

The tax rate on the net proceeds of each operation depends on the ratio of the net proceeds to the gross proceeds as provided in NRS 362.140. The maximum tax rate is five percent, applied to net proceeds in excess of \$4,000,000 annually and to all royalties. Taxpayers are required to estimate current year taxes and pre-pay based on those estimates. The Department certifies and bills the net proceeds tax due each year on April 20th, with final payment due by May 10th.

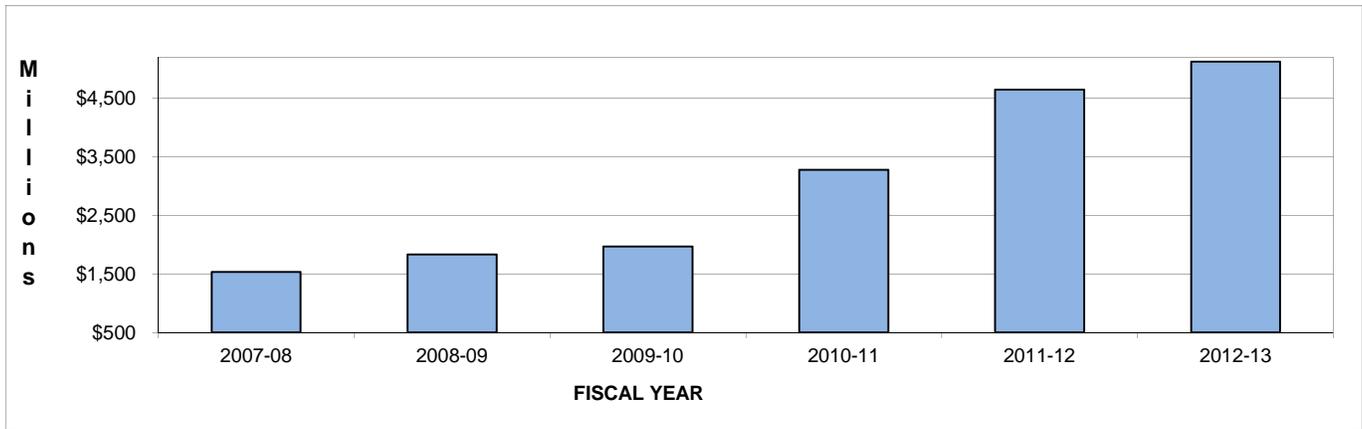
Percent of Total Gross Proceeds by Mineral Type

Mineral Type	Percent of Total Gross Proceeds 2009-2010	Percent of Total Gross Proceeds 2010-2011	Percent of Total Gross Proceeds 2011-2012	Percent of Total Gross Proceeds 2012-2013
Gold/Silver	87.80%	88.11%	91.69%	91.38%
Copper	7.60%	6.48%	4.35%	4.73%
Geothermal	1.91%	1.93%	1.60%	1.56%
Oil	0.38%	0.35%	0.30%	0.16%
Gypsum	0.21%	0.16%	0.13%	0.30%
Other	2.10%	2.97%	1.93%	1.87%
	100.00%	100.00%	100.00%	100.00%

Other includes: Building Stone, Clay, Copper, Dolomite, Feldspar, Gemstones, Salt, and other miscellaneous minerals.



ACTUAL NET PROCEEDS OF MINERALS ASSESSED VALUATIONS



FISCAL YEAR	ACTUAL ASSESSED VALUATION*	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	ACTUAL ASSESSED VALUATION*	% CHANGE FROM PRIOR YEAR
2007-08	\$ 1,531,548,125	20.51%	2010-11	\$ 3,275,436,745	66.26%
2008-09	1,833,998,864	19.75%	2011-12	4,648,750,869	41.93%
2009-10	1,970,113,768	7.42%	2012-13	5,126,731,918	10.28%

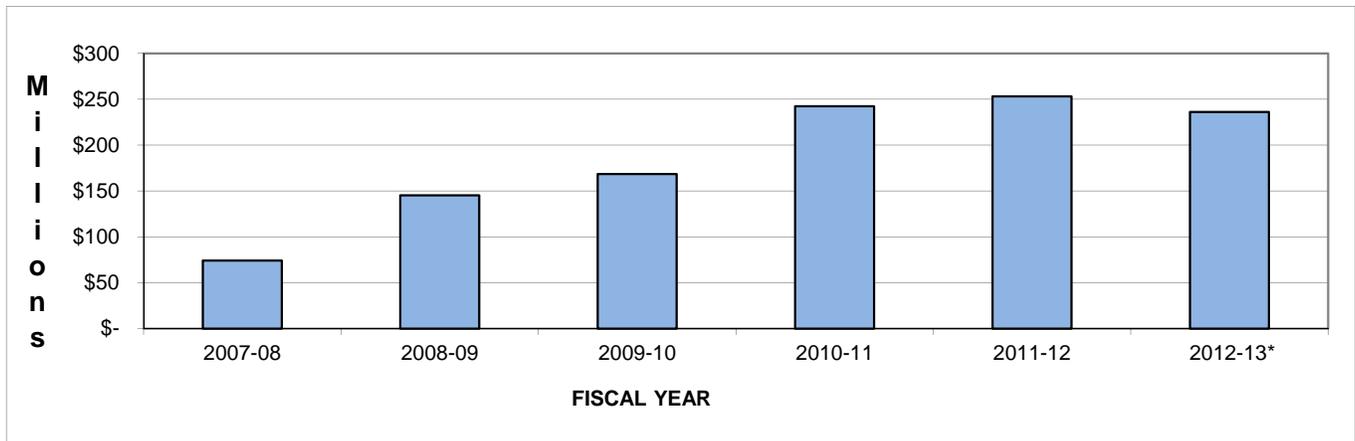
* Based on actual calendar year reports to the Department.

Net Proceeds of Minerals Assessed Valuations

COUNTY	2008-09	2009-10	2010-11	2011-12	** 2012-13
Carson City	\$ -	\$ -	\$ -	\$ -	\$ -
Churchill	19,075,744	23,267,635	24,516,795	25,803,889	18,956,522
Clark	2,489,979	2,418,622	1,335,968	3,466,066	3,270,918
Douglas	19,648	171,090	14,674	5,110	10,524
Elko	143,840,923	176,633,225	281,040,688	354,600,652	210,332,896
Esmeralda	8,602,664	3,494,904	7,015,362	1,653,297	21,627,690
Eureka	898,248,335	874,988,162	1,073,760,797	1,427,152,981	1,773,550,579
Humboldt	247,962,200	256,085,689	312,887,705	498,889,143	601,452,083
Lander	55,436,162	214,492,689	1,078,703,432	1,910,412,698	1,848,451,694
Lincoln	159,986	117,531	65,331	162,949	227,691
Lyon	125,980	92,101	503,721	1,058,629	1,757,889
Mineral	5,024,457	10,825,648	19,172,111	24,652,787	26,803,053
Nye	198,471,385	187,251,591	209,039,727	281,861,442	319,397,939
Pershing	60,178,361	29,600,953	62,545,156	30,043,508	70,194,783
Storey	81,098	287,319	354,160	629,423	927,736
Washoe	2,871,292	8,523,225	2,452,716	11,474,884	1,625,729
White Pine	191,410,650	181,863,384	202,028,402	76,883,410	228,144,192
TOTAL	\$ 1,833,998,864	\$ 1,970,113,768	\$ 3,275,436,745	\$ 4,648,750,868	\$ 5,126,731,918

**Adjustments for County and State Board of Equalization pending decisions, and pending or unresolved audits are not reflected.

NET PROCEEDS OF MINERALS TAX REVENUE COLLECTION AND DISTRIBUTION



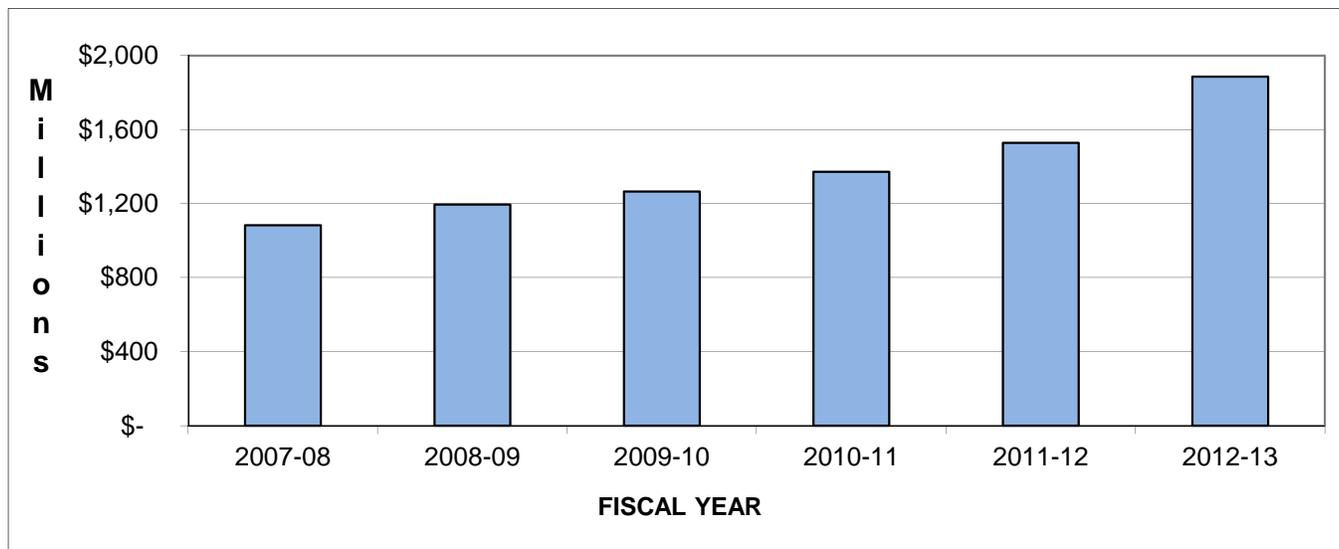
FISCAL YEAR	TAX REVENUE	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	TAX REVENUE	% CHANGE FROM PRIOR YEAR
2007-08	\$ 74,129,804	19.22%	2010-11	\$ 242,605,014	43.81%
2008-09	145,449,950	96.21%	2011-12	253,311,919	4.41%
2009-10	168,695,319	15.98%	2012-13*	236,267,004	-6.73%

* Distribution of \$194,345,813 in projected Net Proceeds for Fiscal Year 2013-14 as a result of SB 2 is detailed below.

NET PROCEEDS OF MINERALS TAX DISTRIBUTION FISCAL YEAR 2012-2013

COUNTY	Prior Year Billings	2012-13 Billings	2013-14 Projections	TOTAL DISTRIBUTION
Carson City	\$ -	\$ -	\$ -	\$ -
Churchill		124,587	379,245	503,832
Clark		33,754	64,096	97,850
Douglas		-	-	-
Elko	835,321	141,149	952,209	1,928,679
Esmeralda		571,043	250,963	822,006
Eureka	(2,297,692)	5,639,665	21,335,848	24,677,821
Humboldt		1,254,627	15,034,597	16,289,224
Lander		5,801,557	48,472,080	54,273,637
Lincoln		-	-	-
Lyon		49,530	38,257	87,786
Mineral		90,646	509,696	600,341
Nye		7,382,186	3,626,429	11,008,614
Pershing	47	1,104,713	3,187,608	4,292,368
Storey		16,454	26,778	43,232
Washoe		-	131,817	131,817
White Pine		802,666	1,368,539	2,171,204
TOTAL COUNTY DISTRIBUTION	\$ (1,462,324)	\$ 23,012,578	\$ 95,378,159	\$ 116,928,413
State Debt Service Fund	(184,818)	1,561,251	6,687,096	8,063,529
State General Fund	(2,550,445)	21,544,948	92,280,558	111,275,062
State General Fund (Penalties & Interest)	-	-	-	-
Postage	-	-	-	-
TOTAL	\$ (4,197,587)	\$ 46,118,778	\$ 194,345,813	\$ 236,267,004

MINING PROPERTIES - ASSESSED VALUATIONS



FISCAL YEAR	ASSESSED VALUATION	% CHANGE FROM PRIOR YEAR	FISCAL YEAR	ASSESSED VALUATION	% CHANGE FROM PRIOR YEAR
2007-08	\$1,083,034,360	18.52%	2010-11	\$ 1,372,671,888	8.42%
2008-09	1,196,060,430	10.44%	2011-12	1,528,393,060	11.34%
2009-10	1,266,017,380	5.85%	2012-13	1,886,413,606	23.42%

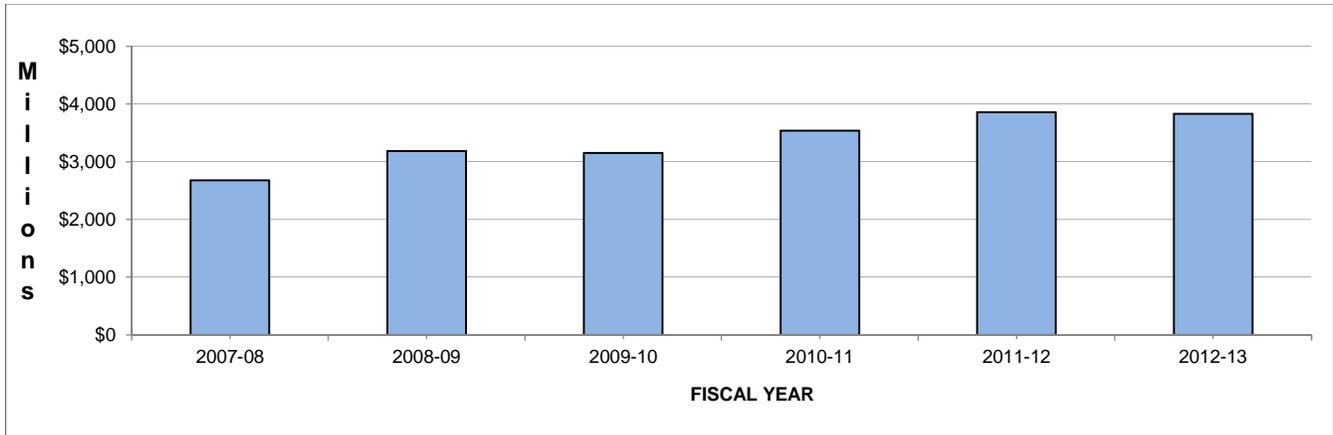
The secured, unsecured, and supplemental assessments form the values for the fiscal years above.

The Department of Taxation is required to appraise all mining improvements and personal property in accordance with NRS 362.100(1b). The appraisals shown here are transmitted to the County Assessors who then apply adjustments, abatements, tax caps or land values.

COUNTY	FISCAL YEAR 2011-12		FISCAL YEAR 2012-13	
	NUMBER OF APPRAISALS	ASSESSED VALUATION*	NUMBER OF APPRAISALS	ASSESSED VALUATION*
Carson City	0	\$ -	0	\$ -
Churchill	11	140,993,674	13	151,532,700
Clark	6	15,011,969	8	20,233,377
Douglas	0	-	0	-
Elko	23	94,627,845	26	153,814,031
Esmeralda	9	9,266,494	9	11,462,557
Eureka	20	432,658,570	22	470,367,588
Humboldt	22	166,932,358	25	302,661,021
Lander	21	285,916,013	23	400,611,247
Lincoln	6	385,195	5	333,555
Lyon	7	10,648,569	10	13,234,381
Mineral	2	9,481,905	3	11,426,428
Nye	26	110,098,690	29	106,784,769
Pershing	11	65,904,180	12	63,173,933
Storey	2	5,063,269	2	8,496,536
Washoe	7	46,264,078	6	52,164,609
White Pine	7	135,140,251	7	120,116,875
TOTAL	180	\$ 1,528,393,060	200	\$ 1,886,413,606

*May include adjustments for County and State Boards of Equalization through 2013.

**INTERSTATE AND INTERCOUNTY VALUATIONS
(ASSESSED VALUE)**



ASSESSMENT YEAR	VALUATION	% CHANGE FROM PRIOR YEAR	ASSESSMENT YEAR	VALUATION	% CHANGE FROM PRIOR YEAR
2007-08	\$ 2,677,866,123	12.17%	2010-11	\$ 3,537,581,638	12.18%
2008-09	3,184,699,325	18.93%	2011-12	3,856,099,094	9.00%
2009-10	3,153,422,376	-0.98%	2012-13	3,828,961,280	-0.70%

**CENTRALLY ASSESSED UNITARY AND CONSTRUCTION WORK IN PROGRESS
TAX DISTRIBUTION
FISCAL YEAR 2012-13**

COUNTY	SECURED UTILITIES & 6-Mo CWIP	PRIVATE CARLINES	UNSECURED 12-Mo CWIP and PET	TOTAL TAX
Carson City	\$ 2,274,497	\$ -	\$ 43,032	\$ 2,317,529
Churchill	1,566,975	5,985	116,173	1,689,132
Clark	39,435,262	10,904	1,414,168	40,860,334
Douglas	969,419	-	42,380	1,011,799
Elko	4,224,758	25,746	125,938	4,376,442
Esmeralda	585,683	-	25,998	611,681
Eureka	509,525	3,732	19,623	532,881
Humboldt	2,973,913	12,654	67,407	3,053,975
Lander	1,509,420	5,710	53,710	1,568,841
Lincoln	1,634,847	8,532	222,237	1,865,617
Lyon	2,237,150	3,896	129,547	2,370,592
Mineral	701,145	-	32,353	733,498
Nye	2,186,552	-	281,520	2,468,073
Pershing	1,240,446	10,803	68,886	1,320,135
Storey	3,306,111	1,246	17,499	3,324,857
Washoe	10,143,525	9,795	380,955	10,534,275
White Pine	1,094,014	-	188,830	1,282,843
Total County Distribution	\$ 76,593,241	\$ 99,003	\$ 3,230,256	\$ 79,922,500
State Debt Service Fund	4,693,421	6,816	158,326	4,858,564
State General Fund - P&I	57,282	-	7,279	64,561
Renewable Energy	142,853	-	488,211	631,065
Postage	117	11	6	134
TOTAL	\$ 81,486,916	\$ 105,830	\$ 3,884,078	\$ 85,476,824

**2012 - 2013 Tax Year
Secured Tax Roll Summary
Assessed Values - Centrally Assessed Properties**

	Airlines		Electrics		Gas/Pipelines		Railroads		Communications		Total By County
	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	Unitary	6 Mo. CWIP	
Carson City	\$ 302,665	\$ 1,827	\$ 17,743,367	\$ 198,730	\$ 64,039,932	\$ 739,296	\$ -	\$ -	\$ 8,360,876	\$ 183,511	\$ 91,570,204
Churchill	3,235,211	476	32,473,995	407,257	6,890,027	57,025	9,858,621	19,336	11,526,261	55,165	64,523,374
Clark	174,428,960	703,065	1,602,006,033	34,447,816	284,183,131	11,368,502	23,033,297	45,754	24,302,041	169,332	2,154,687,931
Douglas	222,764	19	34,782,463	389,573	3,513,414	40,560	-	-	10,424,841	77,331	49,450,966
Elko	2,933,379	7,733	57,387,434	653,177	3,294,000	48,607,291	44,735,076	87,053	25,163,748	176,471	183,045,362
Esmeralda	10,580,814	2,537	12,557,990	452,081	-	-	-	-	287,623	2,713	23,883,759
Eureka	1,803,356	420	18,446,814	221,132	14,526	168	8,638,655	16,766	6,003,241	46,003	35,191,081
Humboldt	5,326,457	453	72,151,443	747,518	997,068	40,880,129	24,317,449	47,276	6,701,114	150,585	151,319,492
Lander	6,204,409	369	33,810,706	378,627	220,464	2,545	7,070,480	13,741	7,716,448	64,132	55,481,920
Lincoln	5,494,994	638	11,256,084	11,043,654	18,444,275	4,073,592	16,878,593	33,528	4,966,874	190,189	72,382,420
Lyon	3,008,022	395	58,047,644	759,348	8,429,318	86,620	6,717,665	13,278	11,507,747	174,049	88,744,086
Mineral	5,124,590	814	19,699,642	298,092	241,702	2,790	-	-	411,952	10,414	25,789,996
Nye	22,871,461	3,174	48,119,583	8,727,993	32,356	374	-	-	7,694,709	171,227	87,620,876
Pershing	1,760,272	46	36,031,669	450,226	354,923	4,097	14,651,607	28,477	3,362,502	80,346	56,724,164
Storey	1,138,285	151	110,009,553	101,641	4,198,080	33,388	1,524,139	2,963	600,701	17,921	117,626,824
Washoe	27,786,070	384,664	152,640,960	1,961,107	78,906,783	16,208,525	20,889,419	40,927	60,759,998	1,322,544	360,900,997
White Pine	3,326,391	1,618	14,270,620	4,953,129	-	-	-	-	13,466,822	63,267	36,081,847
Total	\$ 275,548,100	\$ 1,108,400	\$ 2,331,436,001	\$ 66,191,100	\$ 473,760,000	\$ 122,104,900	\$ 178,315,000	\$ 349,100	\$ 203,257,500	\$ 2,955,200	\$ 3,655,025,301

**2012-2013 TAX YEAR
UNSECURED TAX ROLL SUMMARY
ASSESSED VALUES CENTRALLY ASSESSED PROPERTIES**

	Unsecured Airlines	Private Carlines	Property Escaping Taxation	Twelve Month CWIP*					Total 12 Mo CWIP
				Airlines	Electrics	Gas/Pipeline	Railroad	Communication	
Carson City	\$ 17,618	\$ -	\$ -	\$ 1,981	\$ 686,280	\$ 571,783	\$ -	\$ -	\$ 1,260,044
Churchill	178,559	230,731	-	3,151	2,494,271	403,031	40,359	119,329	3,060,141
Clark	12,311,160	431,118	-	1,201,905	37,199,332	6,864,881	95,499	789,767	46,151,383
Douglas	-	-	-	21	1,326,931	166,067	-	-	1,493,018
Elko	1,063,814	1,084,554	-	29,000	2,229,096	734,677	181,701	1,086,699	4,261,173
Esmeralda	-	-	-	3,643	896,528	-	-	-	900,171
Eureka	93,534	236,137	-	6,169	1,708,859	38,251	34,996	96,012	1,884,286
Humboldt	-	617,280	-	58,965	1,890,311	695,922	98,677	388,617	3,132,492
Lander	169,420	182,508	-	48,408	1,350,849	53,715	28,681	82,992	1,564,645
Lincoln	-	335,583	-	79,643	26,309,995	207,151	69,981	441,386	27,108,157
Lyon	51,495	140,008	-	4,816	12,326,499	499,926	28,058	31,127	12,890,426
Mineral	-	-	-	12,055	872,949	20,140	-	-	905,144
Nye	1,357,749	-	-	130,791	15,989,870	20,445	-	3,716	16,144,822
Pershing	180,396	376,601	-	37,788	1,450,580	366,542	59,438	217,297	2,131,644
Storey	-	38,558	-	549	361,309	141,251	6,185	28,755	538,050
Washoe	376,690	360,900	-	37,575	6,262,087	4,651,919	85,425	168,264	11,205,270
White Pine	19,965	-	-	24,040	19,418,453	-	-	8,239	19,450,732
Total	\$15,820,400	\$4,033,979	\$0	\$1,680,500	\$132,774,200	\$15,435,700	\$729,000	\$3,462,200	\$154,081,600

*CWIP = Construction Work in Progress

Pursuant to NRS 361.321, construction work-in-progress (CWIP) must be included on the central assessment roll.

**2012-2013 TAX YEAR
CENTRALLY ASSESSED UTILITIES TAX ROLL SUMMARY**

	Secured Unitary Assessments	Secured 6 Mo. CWIP *	Unsecured Airline Assessments	Unsecured Carline Assessments	Unsecured PET **	Unsecured 12 Mo. CWIP*	Combined Number of Assessments	Secured Total Value Assessments	Unsecured Total Value Assessments	Combined Total Value Assessments
Carson City	7	6	3	0	0	6	22	\$ 91,570,204	\$ 1,277,662	\$ 92,847,867
Churchill	25	13	4	167	0	14	223	64,523,374	3,469,432	67,992,806
Clark	64	28	11	109	0	27	239	2,154,687,931	58,893,661	2,213,581,591
Douglas	8	4	1	0	0	4	17	49,450,966	1,493,018	50,943,984
Elko	31	18	3	169	0	17	238	183,045,362	6,409,542	189,454,904
Esmeralda	10	6	2	0	0	5	23	23,883,759	900,171	24,783,930
Eureka	21	12	1	169	0	10	213	35,191,081	2,213,957	37,405,038
Humboldt	21	13	1	169	0	13	217	151,319,492	3,749,773	155,069,265
Lander	23	12	2	167	0	11	215	55,481,920	1,916,573	57,398,493
Lincoln	21	17	2	109	0	13	162	72,382,420	27,443,740	99,826,160
Lyon	27	14	3	162	0	14	220	88,744,086	13,081,929	101,826,015
Mineral	15	9	3	0	0	9	36	25,789,996	905,144	26,695,140
Nye	18	11	4	0	0	12	45	87,620,876	17,502,571	105,123,448
Pershing	24	12	5	169	0	10	220	56,724,164	2,688,641	59,412,805
Storey	21	10	1	162	0	11	205	117,626,824	576,608	118,203,432
Washoe	47	19	6	169	0	20	261	360,900,997	11,942,860	372,843,857
White Pine	15	10	3	0	0	6	34	36,081,847	19,470,697	55,552,544
Total	398	214	55	1,721	0	202	2,590	3,655,025,301	173,935,979	3,828,961,280

* Construction Work in Progress

** Property Escaping Taxation

LOCAL GOVERNMENT FINANCE SECTION

The purpose of the Local Government Finance section is to oversee the financial administration of Nevada's counties, cities, schools and special districts. For the Fiscal Year ended June 30, 2013, this consisted of overseeing the financial activities of 17 counties, 18 incorporated cities, 48 unincorporated towns, 17 school districts, 164 special districts including 4 multi-county districts.

The major areas of responsibility of the section are contained within the provisions of the Local Government Budget & Finance Act (NRS 354.470 to 354.626, inclusive). The areas include overseeing the revenue limitations, indebtedness, budgets and audits of local governments. The section's functional responsibilities within each area include the following:

REVENUE LIMITATIONS

Taxes

Establish and monitor the maximum allowed revenue a local government may receive from property taxes.

Compile, calculate and prepare proforma projections of revenue a local government may receive from property taxes.

Calculate and prepare property tax rates to be certified by the Nevada Tax Commission.

Prepare and publish the Property Tax Rates Publication for Nevada Local Governments.

Fees for Licenses and Permits

Prescribe guidelines for calculating fee increases for business licenses and building permits.

Monitor for compliance the adoption or increase of fees for business licenses and building permits.

INDEBTEDNESS

Medium Term Obligations

Review and approve or disapprove medium term financing requests including lease/purchase obligations. The approval or disapproval is based upon the probable ability of the local government to repay the debt.

Annual Indebtedness Report

Analyze, for reasonableness, the annual indebtedness information submitted by the local governments.

Compile, prepare and publish the Annual Local Government Indebtedness Report.

BUDGETS

Examine, review, and approve local government budgets based on compliance or noncompliance with statutes and regulations. The examination procedures include but are not limited to the following:

1. Review in detail the form, classification and content of the local governments' estimated resources and expenditures/expenses;
2. Review and verify reported actual prior year resources and expenditures/expenses with the amounts contained in the local governments' audited financial statements.

The examination and approval process applies to tentative, final, amended and augmented budgets.

Prepare and provide local governments with a written certificate of compliance or a written notice of lack of compliance regarding their submitted budget documents.

Local Government Finance Section (con't)

AUDITS

Review annual independent audits of local governments to determine whether the audits comply with regulations adopted pursuant to NRS 354.594.

Refer to the State Board of Accountancy audits which do not adhere to regulations adopted pursuant to NRS 354.594.

Identify all statute and regulation violations reported within each audit.

Evaluate and monitor each local government's plan to correct the identified statute and regulation violations.

In addition, the Local Government Finance Division determines and advises local government officers of regulations, procedures and report forms for compliance with the Local Government Budget and Finance Act. The Division makes such determinations after hearing the advice and recommendations of the Committee on Local Government Finance.

**LOCAL GOVERNMENT
BUDGETED (ESTIMATED) EXPENDITURES-EXPENSES*
FISCAL YEAR 2012-13**

	COUNTY	SCHOOLS	CITIES	TOWNS	DISTRICTS	TOTAL
Carson City	\$ 122,208,306	\$ 107,822,368	\$ -	\$ -	\$ 4,062,651	\$ 234,093,325
Churchill	49,398,958	55,675,465	25,506,471	-	1,464,093	132,044,987
Clark	6,181,167,772	3,476,305,000	2,208,474,994	11,758,397	1,628,405,288	13,506,111,451
Douglas	81,235,650	78,978,462	-	6,377,579	61,692,248	228,283,939
Elko	62,693,467	127,490,172	66,666,765	3,448,625	7,883,209	268,182,238
Esmeralda	6,895,721	1,952,637	-	644,395	-	9,492,753
Eureka	35,180,349	17,327,670	-	883,450	730,085	54,121,554
Humboldt	33,947,718	35,336,476	10,003,369	-	49,900,666	129,188,229
Lander	57,760,888	17,079,222	-	3,175,580	13,507,408	91,523,098
Lincoln	14,317,035	14,098,854	3,381,512	1,234,984	9,507,203	42,539,588
Lyon	61,458,406	82,830,415	24,845,563	-	18,588,793	187,723,177
Mineral	10,424,648	8,637,314	-	2,257,583	14,938,107	36,257,652
Nye	98,528,397	76,475,306	-	24,556,927	3,371,860	202,932,490
Pershing	14,184,984	12,964,256	2,346,139	74,580	10,250,028	39,819,987
Storey	20,058,554	8,304,606	-	34,000	2,631,474	31,028,634
Washoe	564,631,418	675,706,722	439,374,243	-	540,459,808	2,220,172,191
White Pine	23,918,173	16,533,883	7,239,362	183,448	31,872,476	79,747,342
Multi-county district:	-	-	-	-	5,715,126	5,715,126
TOTALS	\$7,438,010,444	\$4,813,518,828	\$2,787,838,418	\$54,629,548	\$2,404,980,523	\$17,498,977,761

* Source: Final budgets filed June 1, 2012
Amounts do not include transfers, ending fund balances or contingencies.